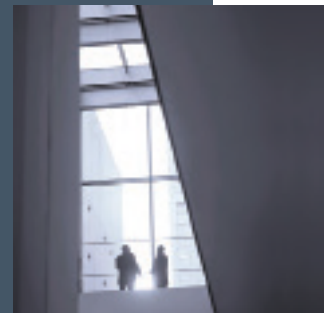


# Annual Report and Financial Statements

For the year ended 30 June 2021



# Fidelity Institutional Funds Annual Report and Financial Statements for the year ended 30 June 2021

## Contents

Director's Report*	2
Statement of Authorised Corporate Director's responsibilities	3
Certification of the Annual Report and Financial Statements by Directors	3
Statement of the Depositary's Responsibilities and Report of the Depositary	4
Independent Auditor's report	4
<b>Authorised Fund Manager's Report* and financial statements</b>	
Market Performance Review	6
Accounting Policies of Fidelity Institutional Funds and its sub-funds	8
Risk Management Policies of Fidelity Institutional Funds and its sub-funds	10
America Fund	12
Emerging Markets Fund	21
Europe (ex-UK) Fund	30
Global Focus Fund	38
Index-Linked Bond Fund	47
Japan Fund	57
Long Bond Fund	65
Long Dated Sterling Corporate Bond Fund	75
Pacific (ex-Japan) Fund	85
Pre-Retirement Bond Fund	93
Select Emerging Markets Equities Fund	103
South East Asia Fund	112
Sterling Core Plus Bond Fund	121
Sterling Corporate Bond Fund	132
UK Aggregate Bond Fund	142
UK Fund	152
UK Gilt Fund	161
Pan European Fund**	171
Select Global Equities Fund**	174
Portfolio Statements (unaudited)*	179
Further Information*	246

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

\*\* Fund Manager reviews are not prepared for funds which are closed.

## Director's Report

We are pleased to present the annual report and financial statements for Fidelity Institutional Funds (the "Company"), covering the year to 30 June 2021. Reference in this document to specific securities should not be construed as a recommendation to buy or sell these securities; but is included for the purpose of illustration only. Investors should also note that the views expressed may no longer be current and may already have been acted upon by Fidelity.

### Company and Status

The Company is an open-ended investment company with variable capital incorporated in England and Wales under number IC3 and authorised by the Financial Conduct Authority ("FCA") on 22 July 1997.

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

The Company ceased to be recognised as UCITS under EU regulation after 31 January 2020 and as a result is classified as an Alternative Investment Fund (AIF) outside of the UK. The UK regulator categorises former UCITS as UK UCITS instead.

The funds in which shares are currently available are:

America Fund  
Emerging Markets Fund  
Europe (ex-UK) Fund  
Global Focus Fund  
Index-Linked Bond Fund  
Japan Fund  
Long Bond Fund  
Long Dated Sterling Corporate Bond Fund  
Pacific (ex-Japan) Fund  
Pre-Retirement Bond Fund  
Select Emerging Markets Equities Fund  
South East Asia Fund  
Sterling Core Plus Bond Fund  
Sterling Corporate Bond Fund  
UK Aggregate Bond Fund  
UK Fund  
UK Gilt Fund

In the future additional funds or new classes of shares within the existing funds, may be launched by the Authorised Corporate Director ("ACD").

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

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

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

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

### Remuneration Disclosure

The Fidelity International Remuneration Committee has established a Global Remuneration Policy to ensure the requirements of the UK UCITS Directive are met at global level for all its UK UCITS management companies. The Remuneration Committee reviews the remuneration policy at least annually. The Directors of relevant management companies are responsible for the adoption of the Global Remuneration Policy, for reviewing its general principles at least annually, for overseeing its implementation and for ensuring compliance with relevant local legislation and regulation. The Global Remuneration Policy is consistent with and promotes sound and effective risk management and is designed not to encourage risk-taking which is inconsistent with the risk profile of the funds. The Global Remuneration Policy is in line with the business strategy, objectives, values and interests of the ACD and the funds and includes measures to avoid conflicts of interest.

During 2017 the Global Remuneration Policy was reviewed, and changes were made to ensure compliance with the applicable European remuneration requirements. The Global Remuneration Policy applies to all employees, with particular focus on the staff whose professional activities have a material impact on the risk profile of the ACD or the funds (the Material Risk Takers). The UCITS Material Risk Takers ("UCITS MRTs") are individuals whose roles can materially affect the risk of the management company or any UCITS fund that it manages. These roles are identified in line with the requirements of the UCITS Directive and guidance issued by the European Securities and Markets Authority.

The aggregate total remuneration paid to the UCITS MRTs related to FISL, considering all the existing delegation arrangements, in respect of the performance period started 1 July 2020 and ended 30 June 2021, is EUR 8.41m (GBP £7.68m). This figure includes the amounts attributed either to the FISL entity or to the UK UCITS funds that it manages. For any additional on remuneration policy, a copy of the summary Remuneration Policy is available at <https://www.fil.com>.

### Holdings in other sub-funds within the same Company

There were no such holdings as at 30 June 2021 (2020: none).

### Objectives

The broad aim of the Company is to provide access to the global research resources and stock picking skills of Fidelity's investment management teams throughout the world.

The aim of the equity funds is to provide investors with long term capital growth from diversified and actively managed portfolios of securities in a wide range of stock markets. The income from these funds is expected to be low. The equity funds will gain exposure to equities in the markets reflected in the title of each individual fund and in companies established outside those markets, but which derive a significant proportion of their earnings from those markets.

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

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

# Fidelity Institutional Funds Annual Report and Financial Statements for the year ended 30 June 2021

## Coronavirus (COVID-19)

The coronavirus (COVID-19) outbreak caused extensive disruptions to businesses and economic activities globally. The uncertainties over the emergence and spread of COVID-19 caused market volatility on a global scale. Markets have since bounced back, driven by substantial monetary and fiscal policy measures unveiled globally to mitigate the economic impact of the COVID-19 pandemic.

Rollout of vaccination programmes to combat the virus globally and easing of lockdown restrictions in various economies, including the US and the UK, have boosted optimism towards the ongoing economic recovery. However, fresh waves of infections in some countries led to the re-imposition of targeted restrictions, while worries about new and mutated virus strains remain globally.

As the situation continues to evolve, so does the ACD's assessment of the risks facing each sub-fund, and the degree to which these risks might crystallise.

The post balance sheet events note included within the notes to the financial statements of each sub-fund analyses net asset value movement since the year end.

The assets of each fund of the Company consist predominantly of assets which are readily realisable. Having considered the financial resources available to the ICVC and its sub-funds and having considered the impact of COVID-19 on the Company, the ACD continues to prepare the financial statements on a going concern basis.

## Changes to the Prospectus

For the year ended 30 June 2021 the following significant changes were made to the Prospectus and Instrument of Incorporation:

- Pre-Retirement Bond Fund launched Investment Pathway 2 Accumulation Shares on 9 September 2020.
- Pre-Retirement Bond Fund launched H Accumulation Shares on 9 September 2020.
- From October 2020, Consolidated Investment Management charges applied to the Pre-Retirement Bond Fund and UK Gilt Fund.
- Select Global Equities Fund closed 3 November 2020.
- Pacific (ex-Japan) Fund is scheduled to close 2 September 2021.

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

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

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

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

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

*Peter Brookman*

Peter Brookman  
Director

*Malcolm Palmer*

Malcolm Palmer  
Director

FIL Investment Services (UK) Limited  
26 August 2021

## Statement of the Depositary's Responsibilities in Respect of the Scheme and Report of the Depositary to the shareholders of the Fidelity Institutional Funds

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

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

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

The Depositary must ensure that:

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

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

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

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

J.P. Morgan Europe Limited  
London  
26 August 2021

## Independent Auditor's report to the shareholders of Fidelity Institutional Funds

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### Opinion

In our opinion the financial statements of Fidelity Institutional Funds OEIC (the 'company):

- give a true and fair view of the financial position of the company and its sub funds as at 30 June 2021 and of the net revenue and expense and the net capital gains and losses on the property of the company and its sub funds for the year ended 30 June 2021; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice "Financial Statements of UK Authorised Funds", the rules in the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

We have audited the financial statements which comprise for each sub-fund:

- the statement of total return;
- the statement of change in net assets attributable to shareholders;
- the balance sheet;
- the accounting policies, risk management policies and consolidated individual notes; and
- the distribution tables.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice), the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association in May 2014 as amended in June 2017, the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the authorised corporate director's (ACD's) use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the ACD with respect to going concern are described in the relevant sections of this report.

# Fidelity Institutional Funds Annual Report and Financial Statements for the year ended 30 June 2021

## Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The ACD is responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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 in this regard.

## Responsibilities of depositary and ACD

As explained more fully in the depositary's responsibilities statement and the ACD's responsibilities statement, the depositary is responsible for the safeguarding of the property of the company and the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD determines 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 ACD is responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the ACD either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

## Auditor's 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 auditor's 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 FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

## Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the company's industry and its control environment, and reviewed the company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management and those charged with governance about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory frameworks that the company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the Collective Investment Schemes Sourcebook and relevant tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These included The Open-Ended Investment Companies Regulations 2001.

We discussed among the audit engagement team including relevant internal specialists such as valuations and IT specialists regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud in the valuation and existence of investments. In response we have: involved our financial instruments specialists to assess the applied valuation methodologies; agreed investment holdings to independent confirmations; and agreed investment valuations to reliable independent sources.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reviewing correspondence with HMRC and the FCA.

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

### Opinions on other matters prescribed by the Collective Investment Schemes Sourcebook

In our opinion:

- proper accounting records for the company and its sub-fund have been kept and the financial statements are in agreement with those records;
- we have received all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit; and
- the information disclosed in the annual report for the year ended 30 June 2021 for the purpose of complying with Paragraph 4.5.9R of the Collective Investment Schemes Sourcebook is consistent with the financial statements.

### Use of our report

This report is made solely to the company's shareholders, as a body, in accordance with Paragraph 4.5.12R of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.



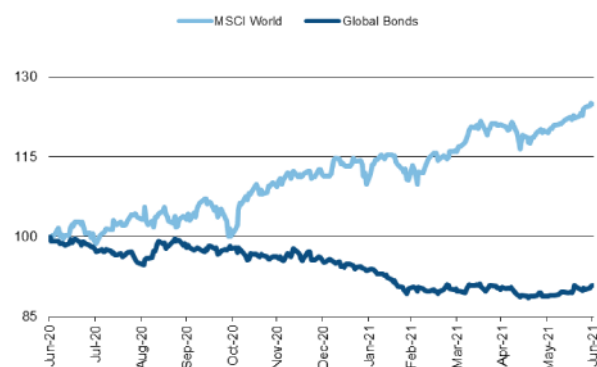
Deloitte LLP  
Statutory Auditor  
Glasgow, United Kingdom  
26 August 2021



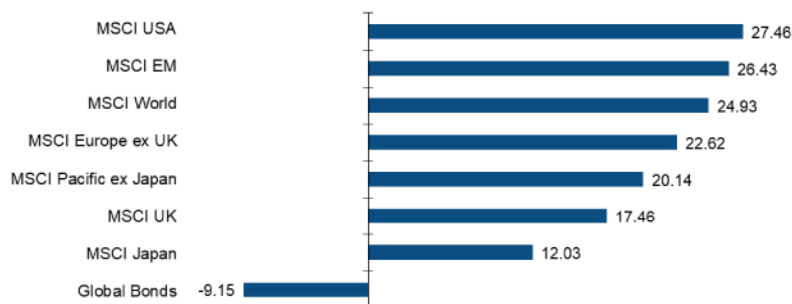
## Market Performance Review

### Market Review - year ended 30 June 2021

Global equities performed positively in sterling terms over the 12-month period to June 2021. Equities rallied as large-scale fiscal and monetary policy measures unveiled globally to mitigate the economic impact of the pandemic boosted investor sentiment. A rebound in global economic activity and positive news around COVID-19 vaccines and treatments also supported markets. Notably, encouraging vaccine trial results towards the end of 2020 and the subsequent roll-out of vaccination programmes to combat the virus globally fuelled optimism towards the ongoing economic recovery. However, rising infections and the re-imposition of targeted mobility restrictions in many regions; concerns over new, more infectious COVID-19 strains; and a rise in government bond yields amid higher inflation expectations kept markets volatile.



Source: Refinitiv DataStream, Total Returns in GBP rebased to 100, MSCI World and BotA ML Global Broad, 30.06.2020 - 30.06.2021



Source: Refinitiv DataStream, Total Returns, GBP, 30.06.2020 - 30.06.2021

Against this global backdrop, all key regional equity markets ended higher. From a sector perspective, financials, consumer discretionary and communication service companies were among the leading performers. Meanwhile, defensive sectors such as health care, utilities and consumer staples, which had proved more resilient in the earlier selloff, underperformed. Overall, returns in sterling terms were undermined by its appreciation against the US dollar, euro and yen.

European equities posted strong returns. Markets continued to recover following the collapse in March 2020 due to the COVID-19 outbreak. Monetary policy support from central banks and fiscal support from governments helped member states to mitigate the downturn. The biggest boost came in the fourth quarter of 2020, when positive news flows on COVID-19 drove markets higher. The uptrend continued in 2021, as increasing hopes for a global economic recovery led by vaccine rollouts, strong corporate earnings and improving economic data supported equities. Later in the year, with the global recovery picking up steam, worries about inflation and fears that central banks would taper their asset purchase programmes tempered the optimism. Encouragingly, the European Central Bank (ECB) indicated that the recent inflation surge is transitory and said it is not yet ready to withdraw support despite increasing its forecasts for eurozone growth and inflation.

UK equities recovered strongly from the downturn caused by the COVID-19 outbreak. Markets received a significant boost in the fourth quarter of 2020, as the UK and the European Union finally agreed on a post-exit trade deal. However, persistent concerns over faster-spreading virus mutations kept markets in check, as fresh lockdowns were introduced in the country. Nevertheless, optimism around a rapid vaccination rollout and prospects of an economic recovery supported investor sentiment, despite worries over rising bond yields and inflation fears.

US markets continued to recover, fuelled by record levels of stimulus, an economic recovery and progress in the rollout of COVID-19 vaccines. Joe Biden's victory in the US presidential election and major breakthroughs announced by COVID-19 vaccine manufacturers also buoyed equities. The economic recovery was bolstered by previous stimulus payments, which supported consumer sentiment. The Biden administration passed an additional stimulus of \$1.9 trillion and announced a bipartisan agreement on a \$1.2 trillion infrastructure spending plan, which found favour with investors. On the monetary policy front, the US Federal Reserve (Fed) kept its benchmark rates and pace of bond-buying unchanged, but the biggest shift was a more aggressive stance on its interest rate forecasts. Nevertheless, the higher-than-expected increase in inflation has largely been driven by reopenings and supply chain disruptions, which appear to be transitory in nature.

Japanese equities advanced over the period, supported by a recovery following the sharp sell-off in March 2020. Positive news on COVID-19 vaccines lifted risk sentiment, while central bank action reduced volatility and global economies started to reopen. Corporate earnings also improved significantly over the period. The Japanese economy recovered strongly in the last two quarters of 2020, before a second wave of infections and emergency measures led to a further decline in the first quarter of 2021. In order to mitigate the economic and social impact of the pandemic, the government and the Bank of Japan expanded significant policy and monetary support.

Asia Pacific ex Japan equities advanced. Favourable developments on COVID-19 vaccines and its effective rollout led to a resumption in economic activity and fuelled hopes for a swift economic recovery. Improving corporate earnings and economic data further supported markets. Meanwhile, worries over the resurgence of COVID-19 infections globally and new and mutated strains of the virus reported from across the globe impacted sentiment towards the end of the period. Policymakers announced a series of monetary and fiscal stimulus measures to cushion the impact of the outbreak. Against this backdrop, all countries and sectors in the region recorded positive returns.

## Market Performance Review

Emerging market equities rose during the review period, though concerns over high valuations and rising US Treasury yields capped gains. Oil prices rose and reached pre-COVID-19 levels as vaccination drives in all major economies supported hopes for continued demand normalisation. On a regional basis, Latin America was the best performer, followed by Emerging Asia and Emerging Europe, Middle East and Africa (EMEA). Equities in Latin America rose as local currencies strengthened against the US dollar. A favourable commodity environment supported both Latin America and EMEA. South African stocks rallied as the rand strengthened against the US dollar after the central bank decided to keep interest rates at a historic low of 3.5%. In emerging Asia, Indian equities were among the top performers, reaching a new all-time high, supported by the highest annual inflows since 2013. Chinese markets ended in positive territory, supported by a strong rebound in economic activity, coupled with stimulus measures. However, Chinese financial regulators continued to pursue greater regulation of online platforms, which led to periods of volatility.

### Bonds

Global bond markets generated mixed returns over the period, with corporate bonds outperforming government bonds. After witnessing the most aggressive sell-off in risk assets with the spread of the COVID-19 pandemic in March 2020, risk sentiment rebounded sharply. The massive monetary and fiscal stimulus on a global scale helped reverse the spread widening. Credit spreads tightened over the period amid an improvement in the growth outlook and rising COVID-19 vaccinations. Likewise, government bond yields rose given the momentum in relation to trade. Investors contended with an array of threats, including a wave of new US Treasury debt to fund fiscal stimulus checks, along with a sharp boost in economic growth and inflation expectations as the US government pushed through a \$1.9 trillion COVID-19 relief package. However, during its June 2021 meeting, the US Fed changed its narrative with regards to inflation. Markets looked beyond the structural versus transitory debate on inflation and perceived the change in stance by the Fed as a cause of concern, thus bringing forward the market's timeline for monetary policy tapering and interest rate increases.



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

### 1. Accounting policies

- a) Basis of preparation - The financial statements of the sub-funds have been prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss except as outlined below. The financial statements are also prepared in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice (UK GAAP) and the Statement of Recommended Practice (SORP) for UK Authorised Funds issued by the Investment Management Association (IMA) in May 2014. Considerations have been made in relation to the going concern impact of Coronavirus (COVID-19) and have been outlined on page 3.

Pan European Fund and Select Global Equities Fund ceased trading on 14 November 2018 and 3 November 2020 respectively. Consequently, the Authorised Corporate Director no longer regards the going concern basis of accounting appropriate for these sub-funds. Therefore, the financial statements for these funds have been prepared on a basis other than going concern. No adjustments were required in these financial statements to reduce assets to their realised values, to provide for liabilities arising from the decision to cease trading or to reclassify non-current assets and liabilities as current. The comparative financial information for Pan European is prepared on a basis other than going concern. The comparative financial information for Select Global Equities Fund is prepared on a going concern basis.

- b) Recognition of revenue - Dividends on quoted equities are recognised when the security is quoted ex-dividend. Interest from debt securities are accounted for on an effective yield basis. Effective yield recognises any discount or premium on the purchase of an investment as revenue over its remaining life. For some securities that are valued at significantly distressed levels or where the Authorised Corporate Director expects future cash flows to be uncertain, the discount or premium is not recognised as revenue. Distributions on underlying funds are recognised when the shares/units are quoted ex-distribution. Other revenue is accounted for on an accruals basis. Underwriting commission is recognised when the issue takes place. Special dividends are treated as revenue or capital depending on the facts of each particular case.
- c) Treatment of stock dividends - Where the fund manager has elected to receive a dividend in the form of shares rather than cash, the dividend is treated as revenue but does not form part of the distribution.
- d) Treatment of expenses:
- All expenses are accounted for on an accruals basis.
  - Annual charges - In accordance with the COLL and as agreed with the Depositary, charges and expenses for the fund may be treated as capital charges, which will enhance income returns but may constrain capital growth. Where the management fees are ultimately borne by the capital of an underlying fund, the rebates are credited to capital for the purpose of calculating the distribution.
  - Other expenses - All other expenses are chargeable against revenue for distribution purposes other than those relating to purchases and sales of investments which are excluded for the purpose of calculating the distribution.
  - Underlying fund charges - The sub-funds may invest in other collective investment schemes, various other charges and expenses may be incurred indirectly by the fund at the level of the underlying funds. Where any fund invests in other collective investment schemes managed by independent fund managers, the ACD will seek to negotiate a high level of rebate of the underlying funds' management charges, so as to minimise the effect of charging at both the fund and underlying fund levels. Where any fund invests in other collective investment schemes managed by the ACD or an associate of the ACD, to avoid a double management charge in respect of the same portfolio, the full amounts of the charges which the ACD and/or any associated company of the ACD receives for managing the investments of the underlying fund, will be credited to the fund, to the extent that such charges are attributable to investment in the underlying funds by the fund.
- e) Allocation of multiple share classes - All charges and expenses which are directly attributable to a particular fund (or class within a fund) will be charged to that fund (or class). Otherwise, if there is more than one class within a fund, charges and expenses which are directly attributable to the fund (but not a particular class) will normally be allocated between the classes within the fund pro rata to the net asset value of the fund attributable to each class. Any charges and expenses not attributable to any one fund will normally be allocated by the ACD to all funds (and their classes) pro rata to the net asset values of the funds (and their classes), although the ACD has the discretion to allocate such charges and expenses in a different manner which it considers fair to shareholders generally.
- f) Distribution policy - The distribution policy of the individual funds is to distribute/accumulate all available revenue after deduction of expenses properly chargeable against revenue. Interest from debt securities has been distributed on an accrual of coupon basis where this exceeds the amount determined on an effective yield basis.
- g) Taxation - Provision is made for corporation tax at the current rate on the excess of taxable revenue over allowable expenses, with relief for overseas tax taken where appropriate. Deferred tax is provided using the liability method on all timing differences arising from the different treatment of items for taxation and accounting purposes. Deferred tax assets are recognised to the extent that they are considered recoverable.

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

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

Fair value adjustments may be implemented to protect the interests of the Shareholder Funds against market timing practices. Accordingly, if a fund invests in markets that are closed for business at the time the fund is valued, the ACD may, by derogation from the provisions above, allow for the securities included in a particular portfolio to be adjusted to reflect more accurately the fair value of the fund's investments at the point of valuation.

Fair value market adjustments were applied with the following effect on the fund midday prices as at 30 June 2021 (2020: Singapore +0.46%, Taiwan -0.30%).

Market	Adjustment
Australia	-0.36%

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

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

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

For all funds, where forward currency contracts have been entered into to hedge the capital performance of the portfolio against currency exchange rate movements, any subsequent hedge gain or loss is taken to capital. The difference between spot and forward contract rate, when the contract is first acquired, is recognised as revenue within the fund, over the duration of the contract. The reason for this is so that shareholders are not exposed to foreign exchange rate movements in their monthly distribution.

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

At 30 June 2021 price adjustments were made for the following fund: Sterling Corporate Bond Fund downwards 0.37% (2020: Index-Linked Bond Fund upwards 0.10%, Select Emerging Markets Equities Fund downwards 0.18%, Select Global Equities Fund downwards 0.07%).

## Risk Management policies of Fidelity Institutional Funds and its sub-funds

### Risk framework

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

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

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

Sterling Core Plus Bond Fund employs the relative Value-at-Risk (VaR) approach to measure its global risk exposure. The expected level of leverage is 150% of the Net Asset Value of the fund; this is however not a limit and higher levels may occur. The expected levels of leverage may be higher when volatility decreases sustainably, when interest rates are expected to change or when credit spreads are expected to widen or tighten.

### Risk factors

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

### Market price risk

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

### Foreign currency risk

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

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

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

### Interest rate risk

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

### Liquidity risk

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

## Risk Management policies of Fidelity Institutional Funds and its sub-funds

### Counterparty risk

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

### Credit risk

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

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

### Fair values of financial assets and financial liabilities

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

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of US companies (those domiciled, incorporated or having significant business in the US and those which are listed in the US) which are selected by the Investment Manager based on both qualitative and quantitative criteria.

The fund is actively managed without reference to a benchmark. The fund may also invest into other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund delivered strong positive returns over the period, supported largely by positions in the information technology (IT) and financials sectors. Holdings in IT companies such as Apple and Microsoft Corporation added value, as did the position in investment bank Morgan Stanley. However, gains were capped by the allocation to selected stocks such as Intel and Brookfield Renewable Corporation. Over the period, holdings were purchased in Norfolk Southern Corporation and Thermo Fisher Scientific, while positions in Pfizer and AbbVie were sold.

### Outlook

The vaccination programme in the US has been strong, and fiscal stimulus measures should support growth in the near term. However, we maintain a cautious stance in US equities given their high valuation levels and the risk of policy normalisation.

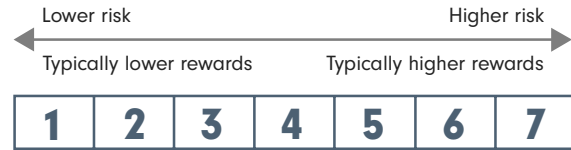
Ayesha Akbar & Chris Forgan  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

SRRI

Accumulation Shares

6



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

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

## Comparative Performance Table

	<b>Accumulation Shares</b>		
	<b>2021</b>	<b>2020</b>	<b>2019</b>
Change in net assets (pence per share)	677.10	651.60	580.41
Opening net asset value per share	166.51	31.37	76.56
Return before operating charges*	(6.66)	(5.87)	(5.37)
Operating charges	159.85	25.50	71.19
Return after operating charges*	(2.83)	(2.37)	(16.65)
Distributions	2.83	2.37	16.65
Retained distributions on accumulation shares	<b>836.95</b>	<b>677.10</b>	<b>651.60</b>
Closing net asset value per share	0.23	0.20	0.15
*after direct transaction costs of			
<b>Performance</b>			
Return after charges	23.6%	3.9%	12.3%
<b>Other information</b>			
Closing net asset value (£'000)	175,524	142,527	180,782
Closing number of shares	20,971,870	21,049,773	27,744,455
Operating charges	0.89%	0.89%	0.88%
Direct transaction costs	0.03%	0.03%	0.02%
<b>Prices (pence per share)</b>			
Highest share price	839.50	721.60	659.10
Lowest share price	672.50	527.40	545.30

### Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		33,084		4,513
Revenue	5	2,222		2,377	
Expenses	6	(1,386)		(1,475)	
Interest payable and similar charges	8	(5)		(5)	
Net revenue/(expense) before taxation		831		897	
Taxation	7	(225)		(299)	
Net revenue/(expense) after taxation			606		598
<b>Total return before distributions</b>			<b>33,690</b>		<b>5,111</b>
Distributions	8		(592)		(598)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>33,098</b>		<b>4,513</b>

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

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			142,527		180,782
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		19,711		10,353	
Amounts payable on cancellation of shares		(20,415)		(53,646)	
			(704)		(43,293)
Swing price adjustment			9		25
Change in net assets attributable to shareholders from investment activities (see above)			33,098		4,513
Retained distribution on accumulation shares	8		594		500
<b>Closing net assets attributable to shareholders</b>			<b>175,524</b>		<b>142,527</b>

### Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			157,179		126,550
<b>Current assets:</b>					
Debtors	9	155		637	
Cash and bank balances	10	18,528		16,105	
Total other assets			18,683		16,742
<b>Total assets</b>			<b>175,862</b>		<b>143,292</b>
<b>Liabilities:</b>					
Creditors					
Other creditors	11	(338)		(765)	
Total other liabilities			(338)		(765)
<b>Total liabilities</b>			<b>(338)</b>		<b>(765)</b>
<b>Net assets attributable to shareholders</b>			<b>175,524</b>		<b>142,527</b>



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	29,966	3,463
Gains/(losses) on derivative contracts	4,906	359
Other currency gains/(losses)	(1,773)	708
Transaction charges	(15)	(17)
Net capital gains/(losses)	<u>33,084</u>	<u>4,513</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Derivative revenue	194	58
UK dividends	4	2
UK scrip dividends	14	-
Overseas dividends	1,979	2,087
Overseas property income distributions	31	69
Bank interest	-	161
Total revenue	<u>2,222</u>	<u>2,377</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,255	1,348
Service charges	79	84
Foreign exchange administration fees	5	5
	<u>1,339</u>	<u>1,437</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	14	16
Custody fees	3	3
	<u>17</u>	<u>19</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	20	11
	<u>30</u>	<u>19</u>
Total expenses	<u>1,386</u>	<u>1,475</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	225	299
Total current taxation	<u>225</u>	<u>299</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>831</u>	<u>897</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	166	179
Effects of:		
Increase/(decrease) in unutilised management expenses	234	240
Overseas tax expensed	(1)	(2)

**Notes to the Financial Statements**

Overseas taxation	225	299
Revenue not included for tax purposes	(399)	(417)
	<u>225</u>	<u>299</u>

Current tax charge/(credit)

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £3,336,000 (2020: £3,102,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

**8 Finance costs**

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	594	500
Add: Revenue deducted on cancellation of shares	52	113
Deduct: Revenue received on issue of shares	(54)	(15)
Net distribution for the year	<u>592</u>	<u>598</u>
<b>Interest/other</b>		
Interest	5	-
Derivative expense	-	5
	<u>5</u>	<u>5</u>
Total finance costs	<u>597</u>	<u>603</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	606	598
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK scrip dividends	(14)	-
	<u>592</u>	<u>598</u>

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

**9 Debtors**

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	19	-
Sales of currency awaiting settlement	35	25
Accrued revenue	80	67
Overseas tax recoverable	21	23
Sales awaiting settlement	-	522
Total debtors	<u>155</u>	<u>637</u>

**10 Cash and bank balances**

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	694	1,008
Cash and bank balances	17,834	15,097
Total cash and bank balances	<u>18,528</u>	<u>16,105</u>

**11 Other creditors**

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	30	217
Purchases awaiting settlement	127	400
Purchases of currency awaiting settlement	35	24
Accrued expenses	146	124
Total other creditors	<u>338</u>	<u>765</u>

Notes to the Financial Statements

12 Financial instruments exposure

Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/21	£'000	£'000	£'000	£'000
Canadian Dollar	3,291	-	4	3,295
Euro	635	-	2	637
UK Pound	14,847	729	(161)	15,415
Japanese Yen	506	-	-	506
Swedish Krona	405	-	-	405
US Dollar	137,495	17,799	(28)	155,266
<b>Total</b>	<b>157,179</b>	<b>18,528</b>	<b>(183)</b>	<b>175,524</b>
30/06/20	£'000	£'000	£'000	£'000
Canadian Dollar	1,428	-	-	1,428
Swiss Franc	71	-	-	71
Euro	704	1	2	707
UK Pound	11,695	1,216	(320)	12,591
Swedish Krona	409	-	-	409
US Dollar	112,243	14,888	190	127,321
<b>Total</b>	<b>126,550</b>	<b>16,105</b>	<b>(128)</b>	<b>142,527</b>

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

Interest rate risk profile

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

Fair value of financial assets and financial liabilities

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

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.99% rise or fall in the fund's market value (2020: 0.91%).

Other price risk

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

Equity derivatives

The fund invests into futures to gain exposure to the equity markets. A 10% change in the price of the futures would result in a 0.97% (2020: 0.96%) change in the fund's market value.

13 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	143,922	19	0.01	5	-
Corporate actions	130	-	-	-	-
<b>Total</b>	<b>144,052</b>	<b>19</b>		<b>5</b>	
Total including transaction costs	<u>144,076</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	143,297	22	0.02	2	-
Corporate actions	93	-	-	-	-
<b>Total</b>	<b>143,390</b>	<b>22</b>		<b>2</b>	
Total including transaction costs	<u>143,366</u>				

Total as a percentage of average net assets\*

0.03 %

0.00 %

Notes to the Financial Statements

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	109,054	18	0.02	3	-
Corporate actions	8	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>109,062</u>	<u>19</u>		<u>3</u>	
Total including transaction costs	<u>109,084</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
£'000	£'000	£'000	%	£'000	%
Equity	147,039	25	0.02	3	-
Corporate actions	54	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>147,093</u>	<u>26</u>		<u>3</u>	
Total including transaction costs	<u>147,064</u>				

Total as a percentage of average net assets 0.03 % 0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.08% (2020: 0.06%).

14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	156,669	-	126,070	-
Level 2: Observable market data	1	-	1	-
Level 3: Unobservable data*	509	-	479	-
	<u>157,179</u>	<u>-</u>	<u>126,550</u>	<u>-</u>

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

15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	21,049,773	2,696,640	(2,774,543)	20,971,870

16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £124,000 (2020: £104,000) are included within accrued expenses in Note 11.

**Notes to the Financial Statements**

**17 Counterparty details of financial derivative transactions**

30/06/21

	Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS		-	-	160	-	-	694	854
Total		-	-	160	-	-	694	854

30/06/20

	Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS		-	-	125	-	-	1,008	1,133
Total		-	-	125	-	-	1,008	1,133

**18 Shareholders' funds**

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

**19 Post balance sheet event**

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	836.95	876.10	4.68

## Distribution Statement

for the year ended 30 June 2021

Accumulation Shares - final distribution No. 24 in pence per share

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	2.8328	-	2.8328	2.3745
Group 2	0.9450	1.8878	2.8328	2.3745

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more. The fund will invest at least 70% in equities (and their related securities) of companies (those domiciled, incorporated or having significant business or being listed) in countries experiencing higher levels of economic growth within Africa, the Indian sub-continent, Latin America, East and South East Asia, Central and Eastern Europe (including Russia) and the Middle East. This includes countries considered to be emerging markets as determined by the Investment Manager at its sole discretion. The Investment Manager is not restricted in terms of industry.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI Emerging Markets (Net Total Return) Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index. The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated positive returns over the period, driven by stock selection in the financials and information technology (IT) sectors. From a country perspective, Chinese equities added value. For instance, leading Chinese sportswear brand Anta Sports enhanced gains as it reported strong results throughout the period. Elsewhere, Kazakhstan-based fintech player Kaspi added value. A new position was purchased in Tata Steel as global steel prices remain strong. We increased the allocation to Chinese sportswear company Anta Sports in light of its strong growth prospects over the medium to long term. Meanwhile we sold the holding in Tencent Music Entertainment.

### Outlook

Emerging markets are supported by structural growth drivers such as lifestyle changes, persistent technological advancement and a move towards a greener economy. These factors will drive demand for different goods, services and 'future facing' commodities.

Nick Price & Amit Goel  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

	SRRI
Accumulation Shares	6
R Accumulation Shares	6
Retail Accumulation Shares	6
W Accumulation Shares	6



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

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

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



# Emerging Markets Fund

## Comparative Performance Table

	Retail Accumulation Shares			W Accumulation Shares		
	2021	2020	2019	2021	2020	2019
Change in net assets (pence per share)	192.13	192.23	182.35	164.13	162.99	153.44
Opening net asset value per share	71.73	3.16	12.85	61.43	2.70	10.96
Return before operating charges*	(4.03)	(3.26)	(2.97)	(1.94)	(1.56)	(1.41)
Operating charges	67.70	(0.10)	9.88	59.49	1.14	9.55
Return after operating charges*	-	-	(1.40)	(1.52)	(1.04)	(2.35)
Distributions	-	-	1.40	1.52	1.04	2.35
Retained distributions on accumulation shares	<b>259.83</b>	<b>192.13</b>	<b>192.23</b>	<b>223.62</b>	<b>164.13</b>	<b>162.99</b>
Closing net asset value per share	0.17	0.23	0.35	0.17	0.23	0.35
*after direct transaction costs of						
<b>Performance</b>						
Return after charges	35.2%	(0.1%)	5.4%	36.3%	0.7%	6.2%
<b>Other information</b>						
Closing net asset value (£'000)	21,548	17,004	21,042	1,834,571	1,535,019	1,951,990
Closing number of shares	8,293,374	8,850,432	10,946,232	820,381,682	935,273,929	1,197,647,802
Operating charges	1.70%	1.72%	1.71%	0.95%	0.97%	0.96%
Direct transaction costs	0.08%	0.13%	0.20%	0.08%	0.13%	0.20%
<b>Prices (pence per share)</b>						
Highest share price	278.60	212.60	192.30	239.10	181.00	163.10
Lowest share price	191.40	154.00	156.30	163.50	131.30	131.90
	Accumulation Shares			R Accumulation Shares		
	2021	2020	2019	2021	2020	
Change in net assets (pence per share)	496.12	493.41	465.21	108.72	100.00	
Opening net asset value per share	185.60	8.17	33.14	40.70	8.84	
Return before operating charges*	(6.76)	(5.46)	(4.94)	(1.18)	(0.12)	
Operating charges	178.84	2.71	28.20	39.52	8.72	
Return after operating charges*	(3.64)	(2.40)	(6.46)	(1.11)	(0.41)	
Distributions	3.64	2.40	6.46	1.11	0.41	
Retained distributions on accumulation shares	<b>674.96</b>	<b>496.12</b>	<b>493.41</b>	<b>148.24</b>	<b>108.72</b>	
Closing net asset value per share	0.17	0.23	0.35	0.17	0.23	
*after direct transaction costs of						
<b>Performance</b>						
Return after charges	36.1%	0.6%	6.1%	36.4%	8.7%	
<b>Other information</b>						
Closing net asset value (£'000)	595,302	532,201	522,650	823,110	381,844	
Closing number of shares	88,198,264	107,272,269	105,926,899	555,270,296	351,226,708	
Operating charges	1.10%	1.12%	1.11%	0.87%	0.89%	
Direct transaction costs	0.08%	0.13%	0.20%	0.08%	0.13%	
<b>Prices (pence per share)</b>						
Highest share price	722.20	547.40	493.70	158.50	108.80	
Lowest share price	494.30	397.00	399.60	108.30	98.44	

# Emerging Markets Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		866,744		5,349
Revenue	5	56,759		41,101	
Expenses	6	(28,543)		(23,914)	
Interest payable and similar charges	8	(29)		(553)	
Net revenue/(expense) before taxation		28,187		16,634	
Taxation	7	(19,939)		(3,815)	
Net revenue/(expense) after taxation			8,248		12,819
<b>Total return before distributions</b>			874,992		18,168
Distributions	8		(21,744)		(13,779)
<b>Change in net assets attributable to shareholders from investment activities</b>			853,248		4,389

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			2,466,068		2,495,682
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		334,080		258,506	
Amounts payable on cancellation of shares		(400,974)		(306,349)	
			(66,894)		(47,843)
Swing price adjustment			258		126
Change in net assets attributable to shareholders from investment activities (see above)			853,248		4,389
Retained distribution on accumulation shares	8		21,851		13,714
<b>Closing net assets attributable to shareholders</b>			3,274,531		2,466,068

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			3,268,909		2,443,556
<b>Current assets:</b>					
Debtors	9	13,693		60,565	
Cash and bank balances	10	24,419		15,204	
Total other assets			38,112		75,769
<b>Total assets</b>			3,307,021		2,519,325
<b>Liabilities:</b>					
Investment liabilities			-		(3,713)
Creditors					
Other creditors	11	(32,490)		(49,544)	
Total other liabilities			(32,490)		(49,544)
<b>Total liabilities</b>			(32,490)		(53,257)
<b>Net assets attributable to shareholders</b>			3,274,531		2,466,068

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	873,045	13,943
Gains/(losses) on derivative contracts	(159)	(12,203)
Other currency gains/(losses)	(5,770)	4,005
Transaction charges	(372)	(396)
	<u>866,744</u>	<u>5,349</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	181	1,104
Derivative revenue	-	1,125
UK dividends	-	281
Overseas dividends	56,553	38,386
Bank interest	25	63
UK Corporation Tax Recovery	-	142
	<u>56,759</u>	<u>41,101</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	24,371	19,567
Registrar fees	1,751	1,862
Service charges	1,161	1,195
Foreign exchange administration fees	4	8
	<u>27,287</u>	<u>22,632</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	99	85
Custody fees	845	913
	<u>944</u>	<u>998</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	302	276
	<u>312</u>	<u>284</u>
Total expenses	<u>28,543</u>	<u>23,914</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	6,498	2,004
Overseas capital gains tax	13,441	1,811
	<u>19,939</u>	<u>3,815</u>
b) Factors affecting tax charge/(credit) for the year		

## Notes to the Financial Statements

Net revenue/(expense) before taxation	28,187	16,634
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	5,637	3,327
Effects of:		
Increase/(decrease) in unutilised management expenses	2,975	3,173
Overseas capital gains tax	13,441	1,811
Overseas tax expensed	(307)	(26)
Overseas taxation	6,498	2,004
Revenue not included for tax purposes	(8,305)	(6,474)
	<u>19,939</u>	<u>3,815</u>

Current tax charge/(credit)

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £16,238,000 (2020: £13,263,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	12,453	9,685
<b>Accumulation Shares</b>		
Final	3,208	2,576
<b>R Accumulation Shares</b>		
Final	6,190	1,453
	<u>21,851</u>	<u>13,714</u>
Add: Revenue deducted on cancellation of shares	441	810
Deduct: Revenue received on issue of shares	(548)	(745)
Net distributions for the year	21,744	13,779
<b>Interest/other</b>		
FX Hedging Expense	-	258
Interest	24	13
Contract for difference finance costs	5	282
	<u>29</u>	<u>553</u>
Total finance costs	<u>21,773</u>	<u>14,332</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	8,248	12,819
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	1	25
Equalisation on conversions	54	(876)
Overseas capital gains tax	13,441	1,811
Revenue b/f	1	1
Revenue c/f	(1)	(1)
	<u>21,744</u>	<u>13,779</u>

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

The Retail Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2020: same).

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	1,075	36,997
Sales awaiting settlement	7	9,181
Sales of currency awaiting settlement	7,240	8,375
Accrued revenue	5,117	5,930
Overseas tax recoverable	254	82
Total debtors	<u>13,693</u>	<u>60,565</u>

## Notes to the Financial Statements

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Cash and bank balances	24,419	11,488
Amounts held at futures clearing houses and brokers	-	3,716
<b>Total cash and bank balances</b>	<b>24,419</b>	<b>15,204</b>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	2,415	35,302
Purchases awaiting settlement	7,605	2,378
Purchases of currency awaiting settlement	7,244	8,365
Accrued expenses	2,746	2,163
Foreign capital gains tax payable	12,480	1,336
<b>Total other creditors</b>	<b>32,490</b>	<b>49,544</b>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure £'000
	Investments £'000	Cash balances £'000	Monetary exposures Debtors/(Creditors) £'000		
<b>30/06/21</b>					
Brazilian Real	28,353	-	-	28,353	
Canadian Dollar	58,991	-	-	58,991	
Chinese Yuan Renminbi	284,724	19,538	-	304,262	
Euro	28,992	-	65	29,057	
UK Pound	3	-	(14,709)	(14,706)	
Hong Kong Dollar	669,895	-	862	670,757	
Indonesian Rupiah	29,996	-	-	29,996	
Indian Rupee	324,043	2,810	(1,235)	325,618	
Korean Won	373,275	6	942	374,223	
Mexican Peso	82,856	-	-	82,856	
Nigerian Naira	-	2,042	-	2,042	
Taiwan Dollar	382,571	23	986	383,580	
US Dollar	777,781	-	(5,708)	772,073	
South African Rand	227,429	-	-	227,429	
<b>Total</b>	<b>3,268,909</b>	<b>24,419</b>	<b>(18,797)</b>	<b>3,274,531</b>	
<b>30/06/20</b>					
UAE Dirham	14,783	-	-	14,783	
Brazilian Real	35,091	-	150	35,241	
Chinese Yuan Renminbi	213,217	6,833	-	220,050	
Euro	57,286	-	42	57,328	
UK Pound	3	528	(707)	(176)	
Hong Kong Dollar	594,839	-	5,359	600,198	
Indonesian Rupiah	53,842	-	-	53,842	
Indian Rupee	250,591	360	399	251,350	
Japanese Yen	23,711	-	24	23,735	
Korean Won	205,373	7	674	206,054	
Mexican Peso	65,027	-	-	65,027	
Nigerian Naira	-	2,146	647	2,793	
Thai Baht	21,292	-	-	21,292	
Taiwan Dollar	194,661	1,048	835	196,544	
US Dollar	527,748	4,282	3,598	535,628	
South African Rand	182,379	-	-	182,379	
<b>Total</b>	<b>2,439,843</b>	<b>15,204</b>	<b>11,021</b>	<b>2,466,068</b>	

## Notes to the Financial Statements

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

### Interest rate risk profile

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

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2020: 1.00%).

#### Other price risk

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

#### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2020: same).

## 15 Portfolio transaction costs

30/06/21					
	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
<b>Analysis of total purchases costs</b>					
Equity	928,920	790	0.09	232	0.03
Total	928,920	790		232	
Total including transaction costs	929,942				
	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	1,016,939	687	0.07	763	0.08
Derivative	-	1	-	-	-
Total	1,016,939	688		763	
Total including transaction costs	1,015,488				
Total as a percentage of average net assets*		0.05 %		0.03 %	
<b>30/06/20</b>					
	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
<b>Analysis of total purchases costs</b>					
Equity	1,227,148	915	0.07	542	0.04
Corporate actions	1,278	-	-	-	-
Derivative	-	2	-	-	-
Total	1,228,426	917		542	
Total including transaction costs	1,229,885				
	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	1,223,059	985	0.08	886	0.07
Corporate actions	7,006	-	-	-	-
Derivative	-	3	-	-	-
Total	1,230,065	988		886	
Total including transaction costs	1,228,191				
Total as a percentage of average net assets		0.08 %		0.06 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.18% (2020: 0.12%).

## Notes to the Financial Statements

### 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	3,140,050	-	2,387,165	-
Level 2: Observable market data	128,859	-	53,066	(3,713)
Level 3: Unobservable data*	-	-	3,325	-
	<u>3,268,909</u>	<u>-</u>	<u>2,443,556</u>	<u>(3,713)</u>

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

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Conversion shares	Shares in issue as at 30/06/21
Accumulation Shares	107,272,269	4,476,851	(23,550,856)	-	88,198,264
R Accumulation Shares	351,226,708	94,759,783	(46,952,908)	156,236,713	555,270,296
Retail Accumulation Shares	8,850,432	1,584,355	(2,129,755)	(11,658)	8,293,374
W Accumulation Shares	935,273,929	88,503,922	(99,898,819)	(103,497,350)	820,381,682

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £2,418,000 (2020: £1,831,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency					Collateral -		Grand Total
	Contracts	CFD	Futures	Swaps	Options	Cash	£'000	
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	
Goldman Sachs	-	(3,713)	-	-	-	3,716	3	
Total	-	(3,713)	-	-	-	3,716	3	

### 18 Shareholders' funds

The fund has four share classes; Retail Accumulation Shares, W Accumulation Shares, Accumulation Shares and R Accumulation Shares. The annual management charge on each share class is as follows:

Retail Accumulation Shares : 1.50%

W Accumulation Shares : 0.75%

Accumulation Shares : 1.00%

R Accumulation Shares : 0.82%

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

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Retail Accumulation Shares	259.83	248.50	(4.36)
W Accumulation Shares	223.62	214.09	(4.26)
Accumulation Shares	674.96	646.20	(4.26)
R Accumulation Shares	148.24	142.00	(4.21)



## Distribution Statement

for the year ended 30 June 2021

**W Accumulation Shares - final distribution No. 9 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	1.5179	-	1.5179	1.0355
Group 2	1.1702	0.3477	1.5179	1.0355

**Accumulation Shares - final distribution No. 24 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	3.6371	-	3.6371	2.4013
Group 2	2.9825	0.6546	3.6371	2.4013

**R Accumulation Shares - final distribution No. 2 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	1.1147	-	1.1147	0.4136
Group 2	0.8572	0.2575	1.1147	0.4136

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more. The fund will invest at least 70% in equities (and their related securities) of European companies (those domiciled, incorporated or having significant business in Europe and those which are listed in Europe) excluding the UK. It is not restricted in terms of the geographical split of the portfolio. The portfolio is built from the bottom up (an investment approach that focuses on analysing individual shares rather than stock markets) and the portfolio construction process is designed to ensure that stock selection is the key driver of risk and return.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI Europe ex UK (Net Total Return) Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund delivered strong returns over the period, driven by solid security selection in the health care and utilities sectors. Vestas Wind Systems benefited from both the European Union's (EU) green deal and a possible green US fiscal stimulus. However, European exchange Deutsche Boerse suffered due to a tougher second half of 2020, given a normalisation in trading volumes. I bought a new position in Italian retail bank Intesa Sanpaolo, which has a strong franchise, sound solvency and an attractive cash return policy. I also bought holdings in Danone and Infineon Technologies. Meanwhile, I took profits in Sanofi and Orange.

### Outlook

I remain positive on the mid-term horizon for equities, but am cautious over the short term. I continue to focus on quality growth companies that have attractive fundamentals and superior environmental social, and governance (ESG) characteristics. These companies should benefit from the gradual economic recovery once the pandemic is under control and provide sustainable growth over the long term.

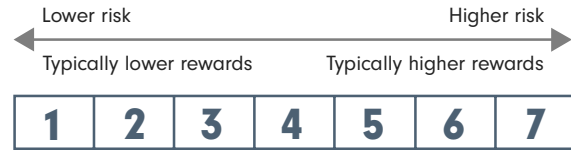
Vincent Durel  
Fund Manager  
30 June 2021

## Risk and Reward Indicator

SRRI

Accumulation Shares

6



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

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

## Comparative Performance Table

	Accumulation Shares		
	2021	2020	2019
Change in net assets (pence per share)			
Opening net asset value per share	634.34	592.24	536.00
Return before operating charges*	144.93	47.54	61.01
Operating charges	(6.33)	(5.44)	(4.77)
Return after operating charges*	138.60	42.10	56.24
Distributions	(4.47)	(3.85)	(5.58)
Retained distributions on accumulation shares	4.47	3.85	5.58
Closing net asset value per share	<u>772.94</u>	<u>634.34</u>	<u>592.24</u>
*after direct transaction costs of	0.65	0.47	0.44
<b>Performance</b>			
Return after charges	21.9%	7.1%	10.5%
<b>Other information</b>			
Closing net asset value (£'000)	119,278	100,668	125,211
Closing number of shares	15,431,745	15,869,751	21,141,960
Operating charges	0.91%	0.91%	0.90%
Direct transaction costs	0.09%	0.08%	0.08%
<b>Prices (pence per share)</b>			
Highest share price	783.10	646.50	593.90
Lowest share price	614.70	454.50	482.40

# Europe (ex-UK) Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		20,345		4,802
Revenue	5	1,844		1,826	
Expenses	6	(952)		(975)	
Interest payable and similar charges	8	(3)		(3)	
Net revenue/(expense) before taxation		889		848	
Taxation	7	(227)		(228)	
Net revenue/(expense) after taxation			662		620
<b>Total return before distributions</b>			21,007		5,422
Distributions	8		(662)		(620)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>20,345</u>		<u>4,802</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			100,668		125,211
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		17,615		11,473	
Amounts payable on cancellation of shares		(20,072)		(41,475)	
			(2,457)		(30,002)
Swing price adjustment			32		46
Change in net assets attributable to shareholders from investment activities (see above)			20,345		4,802
Retained distribution on accumulation shares	8		690		611
<b>Closing net assets attributable to shareholders</b>			<u>119,278</u>		<u>100,668</u>

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			116,919		98,444
<b>Current assets:</b>					
Debtors	9	762		535	
Cash and bank balances		1,715		1,844	
Total other assets			2,477		2,379
<b>Total assets</b>			<u>119,396</u>		<u>100,823</u>
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(118)		(155)	
Total other liabilities			(118)		(155)
<b>Total liabilities</b>			<u>(118)</u>		<u>(155)</u>
<b>Net assets attributable to shareholders</b>			<u>119,278</u>		<u>100,668</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	20,355	4,970
Other currency gains/(losses)	3	(145)
Transaction charges	(13)	(23)
Net capital gains/(losses)	<u>20,345</u>	<u>4,802</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
UK dividends	48	41
Overseas dividends	1,654	1,675
Overseas property income distributions	133	109
Bank interest	7	1
Taxable interest	2	-
Total revenue	<u>1,844</u>	<u>1,826</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	848	874
Service charges	53	55
Foreign exchange administration fees	2	4
	<u>903</u>	<u>933</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	13	13
Custody fees	10	11
	<u>23</u>	<u>24</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	16	10
	<u>26</u>	<u>18</u>
Total expenses	<u>952</u>	<u>975</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	227	228
Total current taxation	<u>227</u>	<u>228</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>889</u>	<u>848</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%). Effects of:	178	170
Increase/(decrease) in unutilised management expenses	189	195
Overseas taxation	227	228
Revenue not included for tax purposes	<u>(367)</u>	<u>(365)</u>
Current tax charge/(credit)	<u>227</u>	<u>228</u>

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £6,523,000 (2020: £6,334,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	690	611
Add: Revenue deducted on cancellation of shares	(1)	35
Deduct: Revenue received on issue of shares	<u>(27)</u>	<u>(26)</u>
Net distributions for the year	662	620
<b>Interest/other</b>		
Interest	3	3
Total finance costs	<u>665</u>	<u>623</u>

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

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	20	1
Sales awaiting settlement	224	-
Sales of currency awaiting settlement	13	31
Accrued revenue	27	47
Overseas tax recoverable	478	456
Total debtors	<u>762</u>	<u>535</u>

### 10 Other creditors

	30/06/21 £'000	30/06/20 £'000
Purchases of currency awaiting settlement	13	31
Accrued expenses	105	89
Amounts payable for cancellation of shares	-	35
Total other creditors	<u>118</u>	<u>155</u>

### 11 Financial instruments exposure

#### Currency exposure

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

**Notes to the Financial Statements**

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/21	£'000	£'000	£'000	£'000
Swiss Franc	15,303	-	-	15,303
Danish Krone	3,324	-	80	3,404
Euro	92,672	1,715	661	95,048
UK Pound	-	-	(97)	(97)
Hong Kong Dollar	2,229	-	-	2,229
Swedish Krona	3,391	-	-	3,391
<b>Total</b>	<b>116,919</b>	<b>1,715</b>	<b>644</b>	<b>119,278</b>
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	15,987	1	-	15,988
Danish Krone	3,197	-	82	3,279
Euro	75,580	1,843	421	77,844
UK Pound	-	-	(123)	(123)
Hong Kong Dollar	1,634	-	-	1,634
Swedish Krona	2,046	-	-	2,046
<b>Total</b>	<b>98,444</b>	<b>1,844</b>	<b>380</b>	<b>100,668</b>

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

**Interest rate risk profile**

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

**Fair value of financial assets and financial liabilities**

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

**Market value sensitivity analysis**

**Currency risk**

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.98% rise or fall in the fund's market value (2020: 0.98%).

**Other price risk**

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

**12 Portfolio transaction costs**

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	47,502	18	0.04	63	0.13
Corporate actions	197	-	-	-	-
<b>Total</b>	<b>47,699</b>	<b>18</b>		<b>63</b>	
<b>Total including transaction costs</b>	<b>47,780</b>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	48,431	17	0.03	1	-
Corporate actions	43	-	-	-	-
<b>Total</b>	<b>48,474</b>	<b>17</b>		<b>1</b>	
<b>Total including transaction costs</b>	<b>48,456</b>				
Total as a percentage of average net assets*		0.03 %		0.06 %	



## Notes to the Financial Statements

30/06/20	Purchases	Commissions		Taxes	
<b>Analysis of total purchases costs</b>					
	£'000	£'000	%	£'000	%
Equity	<u>42,657</u>	<u>15</u>	0.03	<u>44</u>	0.10
Total	<u>42,657</u>	<u>15</u>		<u>44</u>	
<b>Total including transaction costs</b>					
	<u>42,716</u>				
<b>Analysis of total sales costs</b>					
	£'000	£'000	%	£'000	%
Equity	<u>74,234</u>	<u>27</u>	0.04	<u>-</u>	-
Total	<u>74,234</u>	<u>27</u>		<u>-</u>	
<b>Total including transaction costs</b>					
	<u>74,207</u>				

Total as a percentage of average net assets

0.04 %

0.04 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.06% (2020: 0.08%).

### 13 Basis of valuation

	30/06/21 £'000	30/06/21 £'000	30/06/20 £'000	30/06/20 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	116,741	-	97,053	-
Level 2: Observable market data	178	-	1,391	-
Level 3: Unobservable data	-	-	-	-
	<u>116,919</u>	<u>-</u>	<u>98,444</u>	<u>-</u>

### 14 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	15,869,751	2,488,428	(2,926,434)	15,431,745

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £82,000 (2020: £69,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

### 17 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	772.94	803.00	3.89

## Distribution Statement

for the year ended 30 June 2021

Accumulation Shares - final distribution No. 24 in pence per share

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	4.4735	-	4.4735	3.8512
Group 2	3.3886	1.0849	4.4735	3.8512

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 80% in equities (and equity related securities) of companies globally.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI All Country World Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund can also invest in other transferable securities, money market instruments, cash and deposits, and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated positive returns over the period. Strong stock selection in the information technology and energy sectors enhanced gains. The holding in Texas Pacific Land rose in line with the strong performance of the energy sector, led by the cyclical rebound in crude oil prices. I bought a holding in telecommunications equipment manufacturer Cisco Systems. It is well positioned to benefit from next-generation virtualised data centre growth with a history of strong execution and mergers and acquisition. I also bought a new position in Netflix. It has maintained a global presence in the industry with exclusive content in multiple languages and structural benefits. Meanwhile holdings in FedEx and KLA were sold following their strong share price performance.

### Outlook

The current global economic environment remains conducive for equities. Improving industrial sentiment, economic reopening and pent up savings are likely to fuel demand. I maintain a flexible approach to navigate different kinds of business environments.

Amit Lodha  
Fund Manager  
30 June 2021

## Risk and Reward Indicator

SRRI

Accumulation Shares

5



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

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

**Comparative Performance Table**

	<b>Accumulation Shares</b>		
	<b>2021</b>	<b>2020</b>	<b>2019</b>
Change in net assets (pence per share)	529.52	485.41	444.65
Opening net asset value per share	156.88	48.65	44.81
Return before operating charges*	(5.55)	(4.54)	(4.05)
Operating charges	151.33	44.11	40.76
Return after operating charges*	(0.51)	(2.14)	(3.11)
Distributions	0.51	2.14	3.11
Retained distributions on accumulation shares	<b>680.85</b>	<b>529.52</b>	<b>485.41</b>
Closing net asset value per share	0.35	0.54	0.26
*after direct transaction costs of			
<b>Performance</b>			
Return after charges	28.6%	9.1%	9.2%
<b>Other information</b>			
Closing net asset value (£'000)	107,076	81,790	82,236
Closing number of shares	15,727,014	15,446,204	16,941,554
Operating charges	0.91%	0.92%	0.90%
Direct transaction costs	0.06%	0.11%	0.06%
<b>Prices (pence per share)</b>			
Highest share price	682.90	542.10	490.10
Lowest share price	526.50	403.80	403.80

### Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		23,728		6,784
Revenue	5	1,061		1,156	
Expenses	6	(849)		(693)	
Net revenue/(expense) before taxation		212		463	
Taxation	7	(249)		(185)	
Net revenue/(expense) after taxation			(37)		278
<b>Total return before distributions</b>			23,691		7,062
Distributions	8		(81)		(333)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>23,610</u>		<u>6,729</u>

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

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			81,790		82,236
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		3,140		993	
Amounts payable on cancellation of shares		(1,547)		(8,504)	
			1,593		(7,511)
Swing price adjustment			2		5
Change in net assets attributable to shareholders from investment activities (see above)			23,610		6,729
Retained distribution on accumulation shares	8		81		331
<b>Closing net assets attributable to shareholders</b>			<u>107,076</u>		<u>81,790</u>

### Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			106,993		79,578
<b>Current assets:</b>					
Debtors	9	82		2,974	
Cash and bank balances	10	224		127	
Total other assets			306		3,101
<b>Total assets</b>			<u>107,299</u>		<u>82,679</u>
<b>Liabilities:</b>					
<b>Creditors</b>					
Other creditors	11	(223)		(889)	
Total other liabilities			(223)		(889)
<b>Total liabilities</b>			<u>(223)</u>		<u>(889)</u>
<b>Net assets attributable to shareholders</b>			<u>107,076</u>		<u>81,790</u>

## Notes to the Financial Statements

## 1 Accounting policies

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

## 2 Equalisation

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

## 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

## 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	23,761	6,783
Gains/(losses) on derivative contracts	148	(111)
Other currency gains/(losses)	(161)	131
Transaction charges	(20)	(19)
Net capital gains/(losses)	<u>23,728</u>	<u>6,784</u>

## 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	1	26
Derivative revenue	7	-
UK dividends	28	75
Overseas dividends	1,020	1,030
Overseas property income distributions	5	23
Bank interest	-	2
Total revenue	<u>1,061</u>	<u>1,156</u>

## 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	761	623
Service charges	48	39
Foreign exchange administration fees	3	4
	<u>812</u>	<u>666</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	10	8
Custody fees	8	6
	<u>18</u>	<u>14</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	9	5
	<u>19</u>	<u>13</u>
Total expenses	<u>849</u>	<u>693</u>

## 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	131	130
Overseas capital gains tax	118	55
Total current taxation	<u>249</u>	<u>185</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>212</u>	<u>463</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	42	93

**Notes to the Financial Statements**

Effects of:

Increase/(decrease) in unutilised management expenses	168	129
Overseas capital gains tax	118	55
Overseas tax expensed	-	(1)
Overseas taxation	131	130
Revenue not included for tax purposes	(210)	(221)
	<u>249</u>	<u>185</u>

Current tax charge/(credit)

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £1,958,000 (2020: £1,790,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

**8 Finance costs**

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	81	331
Add: Revenue deducted on cancellation of shares	-	4
Deduct: Revenue received on issue of shares	-	(2)
Net distributions for the year	<u>81</u>	<u>333</u>
<b>Interest/other</b>		
Total finance costs	<u>81</u>	<u>333</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	(37)	278
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas capital gains tax	118	55
	<u>81</u>	<u>333</u>

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

**9 Debtors**

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	1	-
Sales of currency awaiting settlement	1	792
Accrued revenue	42	79
Overseas tax recoverable	38	31
Sales awaiting settlement	-	2,072
Total debtors	<u>82</u>	<u>2,974</u>

**10 Cash and bank balances**

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	174	-
Cash and bank balances	50	127
Total cash and bank balances	<u>224</u>	<u>127</u>

**11 Other creditors**

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	-	1
Purchases of currency awaiting settlement	1	792
Accrued expenses	94	72
Foreign capital gains tax payable	128	24
Total other creditors	<u>223</u>	<u>889</u>

## Notes to the Financial Statements

## 12 Financial instruments exposure

## Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/21	£'000	£'000	£'000	£'000
Australian Dollar	219	-	-	219
Swiss Franc	2,291	-	-	2,291
Danish Krone	-	-	10	10
Euro	11,182	-	25	11,207
UK Pound	1,977	169	(222)	1,924
Hong Kong Dollar	794	-	-	794
Indian Rupee	3,675	14	-	3,689
Japanese Yen	6,541	-	20	6,561
Korean Won	3,689	6	4	3,699
Swedish Krona	2,128	-	-	2,128
Taiwan Dollar	1,015	23	4	1,042
US Dollar	72,516	12	18	72,546
South African Rand	966	-	-	966
<b>Total</b>	<b>106,993</b>	<b>224</b>	<b>(141)</b>	<b>107,076</b>
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	994	-	32	1,026
Brazilian Real	-	1	-	1
Swiss Franc	3,359	-	-	3,359
Danish Krone	-	-	10	10
Euro	10,988	-	45	11,033
UK Pound	3,662	5	(84)	3,583
Hong Kong Dollar	3,258	11	(10)	3,259
Indian Rupee	2,202	7	72	2,281
Japanese Yen	4,280	28	(9)	4,299
Korean Won	2,666	7	38	2,711
Norwegian Krone	166	1	-	167
Polish Zloty	415	-	-	415
Swedish Krona	1,385	-	-	1,385
Taiwan Dollar	-	25	-	25
US Dollar	45,079	42	1,991	47,112
South African Rand	1,124	-	-	1,124
<b>Total</b>	<b>79,578</b>	<b>127</b>	<b>2,085</b>	<b>81,790</b>

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

## Interest rate risk profile

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

## Fair value of financial assets and financial liabilities

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

## Market value sensitivity analysis

## Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.98% rise or fall in the fund's market value (2020: 0.95%).

## Other price risk

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

## Equity derivatives

At the year end the fund holds no equity derivatives (2020: same).



## Notes to the Financial Statements

## 13 Portfolio transaction costs

30/06/21

## Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	68,382	20	0.03	8	0.01
Corporate actions	<u>1,040</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>69,422</u>	<u>20</u>		<u>8</u>	

Total including transaction costs

## Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	67,702	18	0.03	9	0.01
Corporate actions	<u>1,497</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>69,199</u>	<u>18</u>		<u>9</u>	

Total including transaction costs

Total as a percentage of average net assets\*

0.04 %

0.02 %

30/06/20

## Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	61,267	18	0.03	41	0.07
Corporate actions	<u>10</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>61,277</u>	<u>18</u>		<u>41</u>	

Total including transaction costs

## Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	69,389	19	0.03	6	0.01
Corporate actions	<u>66</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>69,455</u>	<u>19</u>		<u>6</u>	

Total including transaction costs

Total as a percentage of average net assets

0.05 %

0.06 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.06% (2020: 0.08%).

## Notes to the Financial Statements

## 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	102,079	-	77,996	-
Level 2: Observable market data	4,335	-	1,582	-
Level 3: Unobservable data*	579	-	-	-
	<u>106,993</u>	<u>-</u>	<u>79,578</u>	<u>-</u>

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

## 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	15,446,204	533,921	(253,111)	15,727,014

## 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £75,000 (2020: £58,000) are included within accrued expenses in Note 11.

## 17 Counterparty details of financial derivative transactions

30/06/21

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	-	28	-	-	174	202
Total	-	-	28	-	-	174	202

## 18 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

## 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	680.85	711.89	4.56

**Distribution Statement**

for the year ended 30 June 2021

Accumulation Shares - final distribution No. 18 in pence per share

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	0.5141	-	0.5141	2.1397
Group 2	0.5073	0.0068	0.5141	2.1397

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) index-linked securities. The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the FTSE Actuaries UK Index-Linked Over 5 Years Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted negative returns over the period. The cross-market duration strategy weighed on returns. However, our long UK breakeven position contributed to performance as the reflation theme gathered momentum since the fourth quarter of 2020. However, breakeven rates (the yield differential between nominal and inflation-linked bonds of the same maturity, a measure of inflationary expectations) fell in June as the US Federal Reserve's more aggressive tone stalled reflation trade. We moved our overweight position in UK breakevens to a neutral position in early June, as we felt that momentum was shifting. We continue to believe that UK inflation expectations are overpriced.

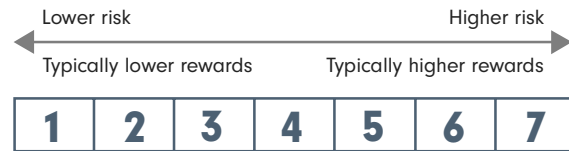
### Outlook

We have been quite active in the breakeven market. We had a long UK breakeven position, as index-linked UK government bonds (Gilts) benefit from a captive UK buyer base, providing technical support for UK breakevens. However, we moved to a neutral position towards the end of the period as we continue to believe that UK inflation expectations are overpriced. Indeed, over the longer term, we have an underweight position in UK breakevens.

Tim Foster & Ian Fishwick  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

	SRRI
Accumulation Shares	6
Income Shares	6



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

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

# Index-Linked Bond Fund

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2021	2020	2019	2021	2020	2019
Change in net assets (pence per share)						
Opening net asset value per share	397.27	354.37	325.20	486.90	433.78	397.20
Return before operating charges*	(17.80)	44.56	30.90	(21.88)	54.61	37.96
Operating charges	(1.26)	(1.27)	(1.13)	(1.54)	(1.49)	(1.38)
Return after operating charges*	(19.06)	43.29	29.77	(23.42)	53.12	36.58
Distributions	(0.12)	(0.39)	(0.60)	(0.17)	(0.50)	(0.73)
Retained distributions on accumulation shares	-	-	-	0.17	0.50	0.73
Closing net asset value per share	<b>378.09</b>	<b>397.27</b>	<b>354.37</b>	<b>463.48</b>	<b>486.90</b>	<b>433.78</b>
*after direct transaction costs of	-	-	-	-	-	-
<b>Performance</b>						
Return after charges	(4.8%)	12.2%	9.2%	(4.8%)	12.3%	9.2%
<b>Other information</b>						
Closing net asset value (£'000)	3,568	4,137	3,828	191,134	179,724	164,080
Closing number of shares	943,693	1,041,350	1,080,228	41,238,989	36,912,181	37,823,861
Operating charges	0.33%	0.33%	0.34%	0.33%	0.33%	0.34%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	399.00	400.40	364.10	489.00	490.40	445.40
Lowest share price	347.10	312.50	315.00	425.50	382.70	385.00

# Index-Linked Bond Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(11,555)		20,838
Revenue	5	3,844		159	
Expenses	6	(613)		(584)	
Interest payable and similar charges	8	(204)		(129)	
Net revenue/(expense) before taxation		3,027		(554)	
Taxation	7	-		-	
Net revenue/(expense) after taxation			3,027		(554)
<b>Total return before distributions</b>			(8,528)		20,284
Distributions	8		(91)		(191)
<b>Change in net assets attributable to shareholders from investment activities</b>			(8,619)		20,093

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	30/06/21		30/06/20	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		183,861		167,908
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares		30,244		28,148
Amounts payable on cancellation of shares		(10,890)		(32,521)
		19,354		(4,373)
Swing price adjustment		40		44
Change in net assets attributable to shareholders from investment activities (see above)		(8,619)		20,093
Retained distribution on accumulation shares		66		189
<b>Closing net assets attributable to shareholders*</b>		<b>194,702</b>		<b>183,861</b>

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			195,379		181,272
<b>Current assets:</b>					
Debtors	9	235		1,955	
Cash and bank balances	10	883		1,686	
Total other assets			1,118		3,641
<b>Total assets</b>			<b>196,497</b>		<b>184,913</b>
<b>Liabilities:</b>					
Investment liabilities			(1,633)		(952)
Creditors					
Distribution payable			-	(3)	
Other creditors	11	(162)		(97)	
Total other liabilities			(162)		(100)
<b>Total liabilities</b>			<b>(1,795)</b>		<b>(1,052)</b>
<b>Net assets attributable to shareholders</b>			<b>194,702</b>		<b>183,861</b>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	(11,230)	22,143
Gains/(losses) on derivative contracts	(44)	(1,433)
Gains/(losses) on forward currency contracts	(129)	(58)
Other currency gains/(losses)	(149)	189
Transaction charges	(3)	(3)
	<u>(11,555)</u>	<u>20,838</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	3,685	66
Derivative revenue	159	91
Bank interest	-	2
	<u>3,844</u>	<u>159</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	461	445
Service charges	92	89
Foreign exchange administration fees	1	1
	<u>554</u>	<u>535</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	22	21
Custody fees	4	4
	<u>26</u>	<u>25</u>
Other expenses:		
Audit fee	11	10
Other operating expenses	22	14
	<u>33</u>	<u>24</u>
Total expenses	<u>613</u>	<u>584</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>3,027</u>	<u>(554)</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	605	(111)
Effects of:		
Increase/(decrease) in unutilised management expenses	541	402
Indexation gains not subject to tax	(1,146)	(291)
Current tax charge/(credit)	<u>-</u>	<u>-</u>

## Notes to the Financial Statements

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £3,185,000 (2020: £2,644,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

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

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	-	3
Interim	1	1
<b>Accumulation Shares</b>		
Final	-	123
Interim	66	66
	<u>67</u>	<u>193</u>
Add: Revenue deducted on cancellation of shares	(14)	1
Deduct: Revenue received on issue of shares	38	(3)
Net distributions for the year	<u>91</u>	<u>191</u>
<b>Interest/other</b>		
Swap expenses	170	115
FX Hedging Expense	-	3
Currency amortisation	2	5
Interest	1	1
Derivative expense	31	5
	<u>204</u>	<u>129</u>
Total finance costs	<u>295</u>	<u>320</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	3,027	(554)
<b>Add back (revenue)/expenses transferred to capital:</b>		
Revenue shortfall transferred from capital	6	-
UK Non-Gilt Capital Indexation	(238)	(65)
UK Gilt Capital Indexation	(5,730)	(1,455)
Coupon distribution adjustment*	3,026	2,265
	<u>91</u>	<u>191</u>

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

The Income Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2020: £3,000).

The Accumulation Shares have an excess of expenses over revenue for the current year and therefore there is no accumulation (2020: £123,000).

\*Revenue on debt securities is accounted for on an effective yield basis. For the purpose of calculating the distribution, revenue on debt securities is computed on a coupon basis where this exceeds the amount determined on an effective yield basis.

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Accrued revenue	235	244
Amounts receivable for issue of shares	-	1,711
Total debtors	<u>235</u>	<u>1,955</u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	477	220
Cash and bank balances	406	1,466
Total cash and bank balances	<u>883</u>	<u>1,686</u>



## Notes to the Financial Statements

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	38	-
Accrued expenses	72	63
Amounts payable on closure of derivative contract	52	34
	<u>162</u>	<u>97</u>
Total other creditors	<u>162</u>	<u>97</u>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure £'000
	Investments £'000	Cash balances £'000	Monetary exposures Debtors/(Creditors) £'000		
<b>30/06/21</b>					
Australian Dollar	(413)	-	22		(391)
Canadian Dollar	(229)	(122)	12		(339)
Swiss Franc	20	4	4		28
Euro	(73)	15	(15)		(73)
UK Pound	194,144	981	76		195,201
Japanese Yen	(92)	-	(2)		(94)
Norwegian Krone	(36)	-	-		(36)
New Zealand Dollar	(45)	5	(22)		(62)
Swedish Krona	(44)	-	4		(40)
US Dollar	514	-	(6)		508
<b>Total</b>	<b>193,746</b>	<b>883</b>	<b>73</b>		<b>194,702</b>
<b>30/06/20</b>					
Australian Dollar	178	1	7		186
Swiss Franc	208	43	11		262
Euro	(401)	59	(10)		(352)
UK Pound	180,170	1,574	1,846		183,590
Japanese Yen	(73)	-	(3)		(76)
New Zealand Dollar	(405)	8	(22)		(419)
Swedish Krona	(8)	-	1		(7)
US Dollar	651	1	25		677
<b>Total</b>	<b>180,320</b>	<b>1,686</b>	<b>1,855</b>		<b>183,861</b>

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

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

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

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Financial assets on which no interest is paid		Total assets £'000
			£'000	£'000	
<b>30/06/21</b>					
Australian Dollar	-	76	22		98
Canadian Dollar	(122)	48	14		(60)
Swiss Franc	4	20	4		28
Euro	74	-	-		74
UK Pound	151,740	37,931	5,751		195,422
Norwegian Krone	-	-	2		2
New Zealand Dollar	262	-	11		273
Swedish Krona	-	13	7		20
US Dollar	113	-	527		640
<b>Total</b>	<b>152,071</b>	<b>38,088</b>	<b>6,338</b>		<b>196,497</b>
<b>30/06/20</b>					
Australian Dollar	1	191	7		199
Swiss Franc	43	218	12		273

## Notes to the Financial Statements

Euro	59	-	9	68
UK Pound	177,645	82	5,928	183,655
Japanese Yen	4	-	-	4
New Zealand Dollar	8	-	23	31
Swedish Krona	-	1	1	2
US Dollar	1	653	27	681
<b>Total</b>	<b>177,761</b>	<b>1,145</b>	<b>6,007</b>	<b>184,913</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
	£'000	£'000	£'000	£'000
<b>30/06/21</b>				
Australian Dollar	-	314	175	489
Canadian Dollar	-	173	106	279
Euro	132	-	15	147
UK Pound <sup>^</sup>	-	112	194,811	194,923
Japanese Yen	30	-	64	94
Norwegian Krone	-	-	38	38
New Zealand Dollar	147	130	58	335
Swedish Krona	-	-	60	60
US Dollar	40	-	92	132
<b>Total</b>	<b>349</b>	<b>729</b>	<b>195,419</b>	<b>196,497</b>
<b>30/06/20</b>				
Australian Dollar	-	-	14	14
Swiss Franc	-	4	6	10
Euro	411	-	10	421
UK Pound <sup>^</sup>	-	-	183,925	183,925
Japanese Yen	14	64	2	80
New Zealand Dollar	428	-	22	450
Swedish Krona	-	9	-	9
US Dollar	-	-	4	4
<b>Total</b>	<b>853</b>	<b>77</b>	<b>183,983</b>	<b>184,913</b>

<sup>^</sup> Includes £194,702,000 in respect of the fund's liability to redeem all shares (2020: £183,861,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2020: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 23.45% fall or rise in the fund's market value (2020: 24.47%).

#### Other price risk

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

#### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2020: same).

#### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 21.27% (2020: 16.31%).

### 13 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	112,595	-	-	-	-
Total	112,595	-	-	-	-
Total including transaction costs	112,595	-	-	-	-

## Notes to the Financial Statements

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	<u>91,509</u>	-	-	-	-
Total	<u>91,509</u>	-		-	
Total including transaction costs	<u>91,509</u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	<u>72,156</u>	-	-	-	-
Total	<u>72,156</u>	-		-	
Total including transaction costs	<u>72,156</u>				

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	<u>73,847</u>	-	-	-	-
Total	<u>73,847</u>	-		-	
Total including transaction costs	<u>73,847</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.22% (2020: 0.20%).

### 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	181,441	-	168,571	-
Level 2: Observable market data	13,938	(1,633)	12,701	(952)
Level 3: Unobservable data	-	-	-	-
	<u>195,379</u>	<u>(1,633)</u>	<u>181,272</u>	<u>(952)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	36,912,181	6,414,087	(2,087,279)	41,238,989
Income Shares	1,041,350	202,677	(300,334)	943,693

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £49,000 (2020: £44,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions 30/06/21

Broker	Currency	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral -	Collateral -	Grand Total £'000
	Contracts £'000					Stock £'000	Cash £'000	
Bank of America	9	-	-	-	-	-	-	9
Barclays	62	-	-	-	-	-	-	62
BNP Paribas	(51)	-	-	-	-	-	-	(51)
CIBC	(28)	-	-	-	-	-	-	(28)
Citibank	(77)	-	-	-	-	-	-	(77)
Goldman Sachs	27	-	-	(7)	-	-	-	20
HSBC Global Markets	36	-	-	-	-	-	-	36
JP Morgan	(6)	-	-	-	-	-	-	(6)
Morgan Stanley	30	-	-	(409)	-	500	477	598
Royal Bank of Canada	(14)	-	-	-	-	-	-	(14)
State Street	(3)	-	-	-	-	-	-	(3)
UBS	(1)	-	-	(73)	-	-	-	(74)
<b>Total</b>	<b>(16)</b>	<b>-</b>	<b>-</b>	<b>(489)</b>	<b>-</b>	<b>500</b>	<b>477</b>	<b>472</b>

30/06/20

Broker	Currency	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral -	Collateral -	Grand Total £'000
	Contracts £'000					Stock £'000	Cash £'000	
Bank of America	9	-	-	-	-	-	-	9
BNP Paribas	2	-	-	-	-	-	-	2
Citibank	(6)	-	-	-	-	-	-	(6)
Citigroup Global Markets	-	-	-	(203)	-	-	-	(203)
Deutsche Bank	-	-	-	215	-	-	-	215
Goldman Sachs	-	-	-	3	-	-	-	3
JP Morgan	(4)	-	-	-	-	-	-	(4)
Morgan Stanley	-	-	-	348	-	428	114	890
State Street	9	-	-	-	-	-	-	9
UBS	-	-	-	(142)	-	-	106	(36)
<b>Total</b>	<b>10</b>	<b>-</b>	<b>-</b>	<b>221</b>	<b>-</b>	<b>428</b>	<b>220</b>	<b>879</b>

### 18 Shareholders' funds

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

Income Shares : 0.25%

Accumulation Shares : 0.25%

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

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Income Shares	378.09	416.30	10.11
Accumulation Shares	463.48	510.39	10.12

# Index-Linked Bond Fund

## Distribution Statement

for the year ended 30 June 2021

**Income Shares - final distribution No. 49 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/21	Amount distributed 31/08/20
Group 1	-	-	-	0.2718
Group 2	-	-	-	0.2718

**Income Shares - interim distribution No. 48 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 28/02/21	Amount distributed 29/02/20
Group 1	0.1153	-	0.1153	0.1145
Group 2	0.1005	0.0148	0.1153	0.1145

**Accumulation Shares - final distribution No. 37 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	-	-	-	0.3329
Group 2	-	-	-	0.3329

**Accumulation Shares - interim distribution No. 36 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 28/02/21	Amount accumulated 29/02/20
Group 1	0.1695	-	0.1695	0.1652
Group 2	0.1176	0.0519	0.1695	0.1652

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of Japanese companies (those domiciled, incorporated or having significant business in Japan and those which are listed in Japan). The Investment Manager is not restricted in terms of size or industry. The fund is actively managed without reference to a benchmark.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated positive returns over the period. The overweight stance in the industrials and information technology sectors added value. Semiconductor production equipment manufacturer Tokyo Electron advanced as it raised its full-year guidance to reflect rising memory-related capital expenditure. Nidec, a manufacturer of electric motors, also enhanced gains, driven by an acceleration in the transition to electric vehicles. A new position was purchased in Denso, a leading player in automotive technology, which should benefit from a recovery in vehicle production and renewed focus on electrification. I also bought a holding in Sumitomo Electric Industries, a leading manufacturer of automotive wire harnesses, that is benefiting from rising content per vehicle due to electrification. Conversely, I sold positions in Fast Retailing and SoftBank Group.

### Outlook

While the COVID-19 situation in Japan is improving, the proliferation of new virus variants and the potential for renewed restrictions are near-term risk factors. An upswing in global growth alongside rising inflation expectations and a weaker yen is a favourable combination for corporate profits in Japan.

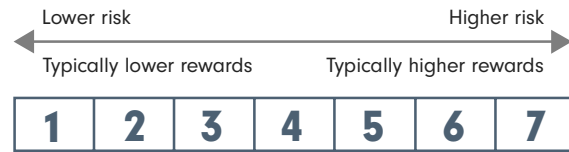
Jun Tano  
Fund Manager  
30 June 2021

## Risk and Reward Indicator

SRR1

Accumulation Shares

6



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

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

## Comparative Performance Table

	Accumulation Shares		
	2021	2020	2019
Change in net assets (pence per share)			
Opening net asset value per share	351.64	300.88	313.44
Return before operating charges*	51.91	53.67	(9.88)
Operating charges	(3.57)	(2.91)	(2.68)
Return after operating charges*	48.34	50.76	(12.56)
Distributions	(1.36)	(1.64)	(1.46)
Retained distributions on accumulation shares	1.36	1.64	1.46
Closing net asset value per share	<b>399.98</b>	<b>351.64</b>	<b>300.88</b>
*after direct transaction costs of	0.19	0.14	0.18
<b>Performance</b>			
Return after charges	13.8%	16.9%	(4.0%)
<b>Other information</b>			
Closing net asset value (£'000)	66,136	67,672	77,184
Closing number of shares	16,534,791	19,244,623	25,653,144
Operating charges	0.92%	0.91%	0.91%
Direct transaction costs	0.05%	0.04%	0.06%
<b>Prices (pence per share)</b>			
Highest share price	429.00	353.70	328.30
Lowest share price	335.30	251.20	265.30

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		7,432		10,207
Revenue	5	870		1,105	
Expenses	6	(557)		(647)	
Interest payable and similar charges	8	(4)		(1)	
Net revenue/(expense) before taxation		309		457	
Taxation	7	(87)		(111)	
Net revenue/(expense) after taxation			222		346
<b>Total return before distributions</b>			7,654		10,553
Distributions	8		(222)		(346)
<b>Change in net assets attributable to shareholders from investment activities</b>			7,432		10,207

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			67,672		77,184
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		15,885		3,330	
Amounts payable on cancellation of shares		(25,123)		(23,395)	
			(9,238)		(20,065)
Swing price adjustment			46		31
Change in net assets attributable to shareholders from investment activities (see above)			7,432		10,207
Retained distribution on accumulation shares	8		224		315
<b>Closing net assets attributable to shareholders</b>			66,136		67,672

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			65,832		66,256
<b>Current assets:</b>					
Debtors	9	323		472	
Cash and bank balances		263		1,140	
Total other assets			586		1,612
<b>Total assets</b>			66,418		67,868
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(282)		(196)	
Total other liabilities			(282)		(196)
<b>Total liabilities</b>			(282)		(196)
<b>Net assets attributable to shareholders</b>			66,136		67,672



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	7,757	10,120
Other currency gains/(losses)	(309)	105
Transaction charges	(16)	(18)
	<u>7,432</u>	<u>10,207</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Overseas dividends	870	1,105
	<u>870</u>	<u>1,105</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	495	583
Service charges	31	37
Foreign exchange administration fees	2	3
	<u>528</u>	<u>623</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	4	4
Custody fees	6	7
	<u>10</u>	<u>11</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	9	5
	<u>19</u>	<u>13</u>
Total expenses	<u>557</u>	<u>647</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	87	111
	<u>87</u>	<u>111</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>309</u>	<u>457</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	62	91
Effects of:		
Increase/(decrease) in unutilised management expenses	112	130
Overseas taxation	87	111
Revenue not included for tax purposes	(174)	(221)
	<u>87</u>	<u>111</u>

Current tax charge/(credit)

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £6,873,000 (2020: £6,761,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

**Notes to the Financial Statements**

**8 Finance costs**

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	224	315
Add: Revenue deducted on cancellation of shares	10	41
Deduct: Revenue received on issue of shares	(12)	(10)
Net distributions for the year	<u>222</u>	<u>346</u>
<b>Interest/other</b>		
Interest	4	1
Total finance costs	<u>226</u>	<u>347</u>
Details of the distribution per share is set out in the Distribution Statement.		

**9 Debtors**

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	29	36
Sales awaiting settlement	214	347
Sales of currency awaiting settlement	30	35
Accrued revenue	50	54
Total debtors	<u>323</u>	<u>472</u>

**10 Other creditors**

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	1	18
Purchases awaiting settlement	188	78
Purchases of currency awaiting settlement	29	34
Accrued expenses	64	66
Total other creditors	<u>282</u>	<u>196</u>

**11 Financial instruments exposure**

**Currency exposure**

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
	£'000	£'000	£'000	£'000
<b>30/06/21</b>				
UK Pound	-	-	(65)	(65)
Japanese Yen	65,832	263	106	66,201
<b>Total</b>	<u>65,832</u>	<u>263</u>	<u>41</u>	<u>66,136</u>
<b>30/06/20</b>				
UK Pound	-	1	(46)	(45)
Japanese Yen	66,256	1,138	305	67,699
US Dollar	-	1	17	18
<b>Total</b>	<u>66,256</u>	<u>1,140</u>	<u>276</u>	<u>67,672</u>

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

**Interest rate risk profile**

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

**Fair value of financial assets and financial liabilities**

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

Notes to the Financial Statements

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2020: 1.00%).

Other price risk

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

Equity derivatives

At the year end the fund holds no equity derivatives (2020: same).

12 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	40,142	14	0.04	-	-
Total	40,142	14		-	
Total including transaction costs	40,156				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	48,227	17	0.04	-	-
Total	48,227	17		-	
Total including transaction costs	48,210				
Total as a percentage of average net assets*		0.05 %		0.00 %	

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	34,521	13	0.04	-	-
Total	34,521	13		-	
Total including transaction costs	34,534				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	55,446	19	0.03	-	-
Total	55,446	19		-	
Total including transaction costs	55,427				
Total as a percentage of average net assets		0.04 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.16% (2020: 0.22%).

13 Basis of valuation

	30/06/21 £'000	30/06/21 £'000	30/06/20 £'000	30/06/20 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	65,832	-	66,256	-
Level 2: Observable market data	-	-	-	-
Level 3: Unobservable data	-	-	-	-
	65,832	-	66,256	-

14 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	19,244,623	3,972,979	(6,682,811)	16,534,791

## Notes to the Financial Statements

### 15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £47,000 (2020: £47,000) are included within accrued expenses in Note 10.

### 16 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

### 17 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	399.98	409.80	2.46

## Distribution Statement

for the year ended 30 June 2021

Accumulation Shares - final distribution No. 24 in pence per share

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	1.3554	-	1.3554	1.6379
Group 2	0.8959	0.4595	1.3554	1.6379

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) UK government debt instruments, with a remaining maturity of at least 15 years.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the FTSE Actuaries UK Gilts All Stocks Over 15 Years Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted negative returns as core government bond yields rose, given the momentum in reflation trade since the fourth quarter of 2020. However, the recent change in narrative by the US Federal Reserve with regards to inflation made investors reconsider reflation expectations. Meanwhile, credit exposure supported returns. We believe that the market has looked beyond the structural versus transitory debate on inflation and is focusing on reassurances that central banks will retain their current policy. The recent fall in yields indicates that yields are now nearing the lower end of the range. Therefore, we are running the portfolio with a short duration position. We participated in new issues of UBS, Enel and Nestle, and took profits in Volkswagen and Hyundai Capital America.

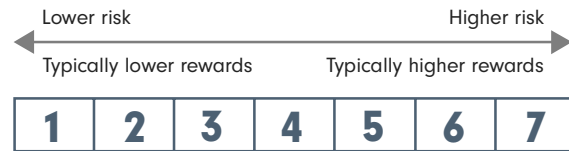
### Outlook

The Bank of England raised its official inflation forecast, but said that the surge in prices will be temporary. It reiterated that it does not intend to tighten monetary policy until there is clear evidence that inflation will stay above target for a sustained period. Consequently, the market and central bank will focus on data releases.

Ian Fishwick & Tim Foster  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

	SRRI
Accumulation Shares	5
Income Shares	5



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

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2021	2020	2019	2021	2020	2019
Change in net assets (pence per share)	71.78	60.45	57.59	129.57	107.40	100.50
Opening net asset value per share	(6.97)	12.62	4.09	(12.62)	22.56	7.24
Return before operating charges*	(0.22)	(0.22)	(0.19)	(0.41)	(0.39)	(0.34)
Operating charges	(7.19)	12.40	3.90	(13.03)	22.17	6.90
Return after operating charges*	(0.91)	(1.07)	(1.04)	(1.64)	(1.91)	(1.83)
Distributions	-	-	-	1.64	1.91	1.83
Retained distributions on accumulation shares	<b>63.68</b>	<b>71.78</b>	<b>60.45</b>	<b>116.54</b>	<b>129.57</b>	<b>107.40</b>
Closing net asset value per share	-	-	-	-	-	-
*after direct transaction costs of						
<b>Performance</b>						
Return after charges	(10.0%)	20.1%	6.8%	(10.1%)	20.6%	6.9%
<b>Other information</b>						
Closing net asset value (£'000)	24,414	29,486	21,453	20,410	103,389	115,518
Closing number of shares	38,340,041	41,078,847	35,488,118	17,512,851	79,792,823	107,564,730
Operating charges	0.33%	0.33%	0.34%	0.33%	0.33%	0.34%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	72.40	75.28	61.32	130.70	134.90	108.40
Lowest share price	61.02	60.62	53.70	110.90	107.70	94.14

# Long Bond Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(16,877)		22,106
Revenue	5	2,411		2,908	
Expenses	6	(411)		(445)	
Interest payable and similar charges	8	(346)		(276)	
Net revenue/(expense) before taxation		1,654		2,187	
Taxation	7	-		-	
Net revenue/(expense) after taxation			1,654		2,187
<b>Total return before distributions</b>			(15,223)		24,293
Distributions	8		(1,654)		(2,187)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(16,877)</u>		<u>22,106</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	30/06/21		30/06/20	
	£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>		132,875		136,971
<b>Movement due to sales and repurchases of shares</b>				
Amounts receivable on issue of shares		40,037		20,736
Amounts payable on cancellation of shares		(24,540)		(48,684)
In specie cancellation of shares		(87,873)		-
		(72,376)		(27,948)
Swing price adjustment		51		33
Change in net assets attributable to shareholders from investment activities (see above)		(16,877)		22,106
Retained distribution on accumulation shares		1,151		1,713
<b>Closing net assets attributable to shareholders</b>		<u>44,824</u>		<u>132,875</u>

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			44,800		134,316
<b>Current assets:</b>					
Debtors	9	578		999	
Cash and bank balances	10	1,344		2,464	
Total other assets			1,922		3,463
<b>Total assets</b>			<u>46,722</u>		<u>137,779</u>
<b>Liabilities:</b>					
Investment liabilities			(1,210)		(4,340)
Creditors					
Distribution payable		(77)		(108)	
Other creditors	11	(611)		(456)	
Total other liabilities			(688)		(564)
<b>Total liabilities</b>			<u>(1,898)</u>		<u>(4,904)</u>
<b>Net assets attributable to shareholders</b>			<u>44,824</u>		<u>132,875</u>



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	(15,680)	19,640
Gains/(losses) on derivative contracts	(1,771)	2,581
Gains/(losses) on forward currency contracts	608	(28)
Other currency gains/(losses)	(31)	(83)
Transaction charges	(3)	(4)
	<u>(16,877)</u>	<u>22,106</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	2,114	2,505
Derivative revenue	297	401
Bank interest	-	2
	<u>2,411</u>	<u>2,908</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	306	337
Service charges	61	67
Foreign exchange administration fees	1	1
	<u>368</u>	<u>405</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	15	16
Custody fees	4	4
	<u>19</u>	<u>20</u>
Other expenses:		
Audit fee	11	10
Other operating expenses	13	10
	<u>24</u>	<u>20</u>
Total expenses	<u>411</u>	<u>445</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>1,654</u>	<u>2,187</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	331	437
Effects of:		
Interest distributions	<u>(331)</u>	<u>(437)</u>
Current tax charge/(credit)	<u>-</u>	<u>-</u>

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

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

## Notes to the Financial Statements

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	77	108
Interim	288	301
<b>Accumulation Shares</b>		
Final	64	378
Interim	1,087	1,335
	<u>1,516</u>	<u>2,122</u>
Add: Revenue deducted on cancellation of shares	238	107
Deduct: Revenue received on issue of shares	(100)	(42)
Net distributions for the year	<u>1,654</u>	<u>2,187</u>
<b>Interest/other</b>		
Swap expenses	325	243
Currency amortisation	(3)	15
Interest	1	1
Derivative expense	23	17
	<u>346</u>	<u>276</u>
Total finance costs	<u><u>2,000</u></u>	<u><u>2,463</u></u>
Details of the distributions per share are set out in the Distribution Statement.		

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	1	1
Sales of currency awaiting settlement	246	-
Accrued revenue	331	998
Total debtors	<u><u>578</u></u>	<u><u>999</u></u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	1,242	1,175
Cash and bank balances	102	1,289
Total cash and bank balances	<u><u>1,344</u></u>	<u><u>2,464</u></u>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	32	53
Purchases awaiting settlement	246	244
Purchases of currency awaiting settlement	245	-
Accrued expenses	28	50
Amounts payable on closure of derivative contract	60	109
Total other creditors	<u><u>611</u></u>	<u><u>456</u></u>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
	£'000	£'000	£'000	£'000
30/06/21				
Australian Dollar	25	-	3	28
Canadian Dollar	9	19	2	30

Notes to the Financial Statements

Swiss Franc	3	-	1	4
Euro	424	1	(4)	421
UK Pound	42,579	1,324	(66)	43,837
Japanese Yen	(4)	-	-	(4)
New Zealand Dollar	-	-	(2)	(2)
Swedish Krona	2	-	1	3
US Dollar	552	-	(45)	507
<b>Total</b>	<b>43,590</b>	<b>1,344</b>	<b>(110)</b>	<b>44,824</b>

<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	35	18	-	53
Canadian Dollar	7	16	-	23
Euro	2,115	1	7	2,123
UK Pound	123,235	2,428	682	126,345
US Dollar	4,584	1	(254)	4,331
<b>Total</b>	<b>129,976</b>	<b>2,464</b>	<b>435</b>	<b>132,875</b>

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

Interest rate risk profile of financial assets and financial liabilities

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
	£'000	£'000	£'000	£'000
<b>30/06/21</b>				
Australian Dollar	-	25	3	28
Canadian Dollar	19	9	2	30
Swiss Franc	-	3	1	4
Euro	74	573	250	897
UK Pound	2,265	41,747	552	44,564
Swedish Krona	-	2	1	3
US Dollar	-	967	229	1,196
<b>Total</b>	<b>2,358</b>	<b>43,326</b>	<b>1,038</b>	<b>46,722</b>

<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	18	-	35	53
Canadian Dollar	16	-	7	23
Euro	299	2,075	64	2,438
UK Pound	4,963	117,747	3,913	126,623
US Dollar	1	8,493	148	8,642
<b>Total</b>	<b>5,297</b>	<b>128,315</b>	<b>4,167</b>	<b>137,779</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid^	Total liabilities^
	£'000	£'000	£'000	£'000
<b>30/06/21</b>				
Euro	7	213	256	476
UK Pound^	-	344	45,206	45,550
Japanese Yen	4	-	-	4
New Zealand Dollar	-	-	2	2
US Dollar	605	-	85	690
<b>Total</b>	<b>616</b>	<b>557</b>	<b>45,549</b>	<b>46,722</b>

<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Euro	-	82	233	315
UK Pound^	66	-	133,088	133,154
US Dollar	3,819	-	491	4,310
<b>Total</b>	<b>3,885</b>	<b>82</b>	<b>133,812</b>	<b>137,779</b>

^ Includes £44,824,000 in respect of the fund's liability to redeem all shares (2020: £132,875,000).

## Notes to the Financial Statements

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.04% rise or fall in the fund's market value (2020: 0.01%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 21.63% fall or rise in the fund's market value (2020: 21.77%).

#### Credit rating risk

As at the year end 0.51% (2020: 0.92%) of the fund's market value was invested in securities rated as below investment grade, additionally 3.34% (2020: 3.19%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2020: same).

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2020: same).

#### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 2.61% (2020: 2.76%) of the fund's market value.

#### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 36.92% (2020: 39.81%).

### 13 Portfolio transaction costs

30/06/21

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	57,263	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>57,263</u>	<u>1</u>		-	

Total including transaction costs

57,264

#### Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	36,039	-	-	-	-
In-specie	87,346	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>123,385</u>	<u>1</u>		-	

Total including transaction costs

123,384

Total as a percentage of average net assets\*

0.00 %

0.00 %

30/06/20

#### Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	68,484	-	-	-	-
Derivative	-	3	-	-	-
Total	<u>68,484</u>	<u>3</u>		-	

Total including transaction costs

68,487

## Notes to the Financial Statements

Analysis of total sales costs	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Bond	95,414	-	-	-	-
Derivative	-	3	-	-	-
Total	<u>95,414</u>	<u>3</u>		<u>-</u>	
Total including transaction costs	<u><u>95,411</u></u>				

Total as a percentage of average net assets

0.00 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.24% (2020: 0.30%).

### 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	36,717	(4)	99,461	(129)
Level 2: Observable market data	8,083	(1,206)	34,855	(4,211)
Level 3: Unobservable data	-	-	-	-
	<u>44,800</u>	<u>(1,210)</u>	<u>134,316</u>	<u>(4,340)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	79,792,823	28,499,063	(90,779,035)	17,512,851
Income Shares	41,078,847	10,597,296	(13,336,102)	38,340,041

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £13,000 (2020: £33,000) are included within accrued expenses in Note 11.

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions

30/06/21

Broker	Currency	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral -	Collateral -	Grand Total £'000
	Contracts £'000					Stock £'000	Cash £'000	
Barclays	(3)	-	-	-	-	-	-	(3)
BBH	55	-	-	-	-	-	-	55
HSBC Global Markets	(3)	-	-	-	-	-	-	(3)
JP Morgan	1	-	-	-	-	-	-	1
Morgan Stanley	10	-	-	(1,095)	-	491	1,135	541
National Australia Bank	(1)	-	-	-	-	-	-	(1)
Royal Bank of Canada	(10)	-	-	-	-	-	-	(10)
State Street	2	-	-	-	-	-	-	2
UBS	-	-	146	-	-	-	107	253
Total	<u>51</u>	<u>-</u>	<u>146</u>	<u>(1,095)</u>	<u>-</u>	<u>491</u>	<u>1,242</u>	<u>835</u>

30/06/20

Broker	Currency	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral -	Collateral -	Grand Total £'000
	Contracts £'000					Stock £'000	Cash £'000	
Barclays	-	-	-	1,066	-	-	-	1,066
Deutsche Bank	-	-	-	(3,459)	-	-	-	(3,459)
Goldman Sachs	-	-	-	(66)	-	-	-	(66)
HSBC Global Markets	10	-	-	283	-	-	-	293
JP Morgan	(10)	-	-	201	-	-	-	191
Lloyd's	-	-	-	2,767	-	-	-	2,767
Morgan Stanley	-	-	-	(191)	-	1,640	112	1,561
National Australia Bank	(5)	-	-	-	-	-	-	(5)
Royal Bank of Canada	8	-	-	-	-	-	-	8
Societe Generale	(166)	-	-	-	-	-	-	(166)
UBS	-	-	(50)	-	-	-	1,063	1,013
Total	<u>(163)</u>	<u>-</u>	<u>(50)</u>	<u>601</u>	<u>-</u>	<u>1,640</u>	<u>1,175</u>	<u>3,203</u>

### 18 Shareholders' funds

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

Income Shares : 0.25%

Accumulation Shares : 0.25%

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

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Income Shares	63.68	67.92	6.66
Accumulation Shares	116.54	124.30	6.66

## Distribution Statement

for the year ended 30 June 2021

**Income Shares - final distribution No. 97 in pence per share**

Group 1 - Shares purchased on or before 31 March 2021.

Group 2 - Shares purchased from 1 April 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/21	Amount distributed 31/08/20
Group 1	0.2004	-	0.2004	0.2636
Group 2	0.1178	0.0826	0.2004	0.2636

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

Group 1 - Distribution No. 94 Shares purchased on or before 30 June 2020.

Group 1 - Distribution No. 95 Shares purchased on or before 30 September 2020.

Group 1 - Distribution No. 96 Shares purchased on or before 31 December 2020.

Group 2 - Distribution No. 94 Shares purchased from 1 July 2020 to 30 September 2020.

Group 2 - Distribution No. 95 Shares purchased from 1 October 2020 to 31 December 2020.

Group 2 - Distribution No. 96 Shares purchased from 1 January 2021 to 31 March 2021.

	Gross revenue	Equalisation (Note 2)	Amount distributed 2020/2021	Amount distributed 2019/2020
Group 1				
Distribution No. 94	0.2550	-	0.2550	0.2864
Distribution No. 95	0.2312	-	0.2312	0.2822
Distribution No. 96	0.2188	-	0.2188	0.2367
Group 2				
Distribution No. 94	0.1238	0.1312	0.2550	0.2864
Distribution No. 95	0.1268	0.1044	0.2312	0.2822
Distribution No. 96	0.1166	0.1022	0.2188	0.2367

**Accumulation Shares - final distribution No. 73 in pence per share**

Group 1 - Shares purchased on or before 31 March 2021.

Group 2 - Shares purchased from 1 April 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	0.3655	-	0.3655	0.4741
Group 2	0.2100	0.1555	0.3655	0.4741

**Accumulation Shares - interim distributions in pence per share**

Group 1 - Distribution No. 70 Shares purchased on or before 30 June 2020.

Group 1 - Distribution No. 71 Shares purchased on or before 30 September 2020.

Group 1 - Distribution No. 72 Shares purchased on or before 31 December 2020.

Group 2 - Distribution No. 70 Shares purchased from 1 July 2020 to 30 September 2020.

Group 2 - Distribution No. 71 Shares purchased from 1 October 2020 to 31 December 2020.

Group 2 - Distribution No. 72 Shares purchased from 1 January 2021 to 31 March 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 2020/2021	Amount accumulated 2019/2020
Group 1				
Distribution No. 70	0.4604	-	0.4604	0.5087
Distribution No. 71	0.4189	-	0.4189	0.5036
Distribution No. 72	0.3976	-	0.3976	0.4241
Group 2				
Distribution No. 70	0.2781	0.1823	0.4604	0.5087
Distribution No. 71	0.1943	0.2246	0.4189	0.5036
Distribution No. 72	0.0704	0.3272	0.3976	0.4241

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments, with a remaining maturity of at least 10 years.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the ICE Bank of America Merrill Lynch 10+ Year Euro-Sterling Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted positive returns over the period, with credit exposure supporting returns as credit spreads tightened. Holdings in General Electric and Pension Insurance added notable value. The position in Intu also enhanced gains as its bonds rallied amid an improvement in UK retail sales. These gains were partially offset by interest rate risk exposure, as core government bond yields rose over the period. We maintain a cautious stance towards credit. While there was no real change in our positioning, we participated in the new issues of UBS, Goldman Sachs, Hammerson, Enel and Nestle. We took profits in Volkswagen and National Express.

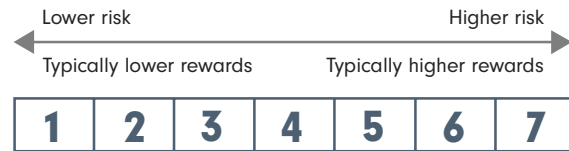
### Outlook

There is a tide of liquidity supporting the credit market, but generating sizeable alpha is becoming difficult. The fall in yields in recent months makes us believe that yields are now nearing the lower end of the range, especially given concerns over tapering. Therefore, we are running the portfolio with a small underweight duration position.

Ian Fishwick, Kris Atkinson & Sajiv Vaid  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

	SRRI
Accumulation Shares	4
Income Shares	4



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

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.



# Long Dated Sterling Corporate Bond Fund

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2021	2020	2019	2021	2020	2019
Change in net assets (pence per share)	170.41	158.73	149.30	359.34	325.30	297.34
Opening net asset value per share	4.30	17.23	14.51	8.89	35.51	29.25
Return before operating charges*	(0.73)	(0.71)	(0.64)	(1.57)	(1.47)	(1.29)
Operating charges	3.57	16.52	13.87	7.32	34.04	27.96
Return after operating charges*	(4.71)	(4.84)	(4.44)	(9.99)	(9.98)	(8.90)
Distributions	-	-	-	9.99	9.98	8.90
Retained distributions on accumulation shares	169.27	170.41	158.73	366.66	359.34	325.30
Closing net asset value per share	-	0.01	0.01	-	0.01	0.01
*after direct transaction costs of						
<b>Performance</b>						
Return after charges	2.1%	8.9%	9.3%	2.0%	10.5%	9.4%
<b>Other information</b>						
Closing net asset value (£'000)	12,352	6,621	13,283	475,560	581,251	598,730
Closing number of shares	7,297,162	3,885,549	8,368,428	129,698,903	161,754,638	184,055,824
Operating charges	0.43%	0.43%	0.42%	0.43%	0.43%	0.42%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	182.80	176.30	162.20	386.60	366.50	327.80
Lowest share price	164.40	140.60	145.80	351.30	292.30	290.40

# Long Dated Sterling Corporate Bond Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(5,491)		44,292
Revenue	5	19,154		21,403	
Expenses	6	(2,527)		(2,582)	
Interest payable and similar charges	8	(527)		(1,256)	
Net revenue/(expense) before taxation		16,100		17,565	
Taxation	7	-		-	
Net revenue/(expense) after taxation			16,100		17,565
<b>Total return before distributions</b>			10,609		61,857
Distributions	8		(16,100)		(17,565)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(5,491)</u>		<u>44,292</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	30/06/21		30/06/20	
	£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>		587,872		612,013
<b>Movement due to sales and repurchases of shares</b>				
Amounts receivable on issue of shares		62,058		15,130
Amounts payable on cancellation of shares		(41,898)		(100,844)
In specie cancellation of shares		<u>(129,301)</u>		-
		(109,141)		(85,714)
Swing price adjustment		352		327
Change in net assets attributable to shareholders from investment activities (see above)		(5,491)		44,292
Retained distribution on accumulation shares		14,320		16,954
<b>Closing net assets attributable to shareholders</b>		<u>487,912</u>		<u>587,872</u>

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			488,274		582,832
<b>Current assets:</b>					
Debtors	9	7,975		7,656	
Cash and bank balances	10	4,854		7,788	
Total other assets			12,829		15,444
<b>Total assets</b>			<u>501,103</u>		<u>598,276</u>
<b>Liabilities:</b>					
Investment liabilities			(5,890)		(6,200)
Creditors					
Distribution payable		(168)		(95)	
Other creditors	11	(7,133)		(4,109)	
Total other liabilities			(7,301)		(4,204)
<b>Total liabilities</b>			<u>(13,191)</u>		<u>(10,404)</u>
<b>Net assets attributable to shareholders</b>			<u>487,912</u>		<u>587,872</u>

# Long Dated Sterling Corporate Bond Fund

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	(11,138)	44,038
Gains/(losses) on derivative contracts	(5,838)	3,869
Gains/(losses) on forward currency contracts	11,585	(3,426)
Other currency gains/(losses)	(96)	(182)
Transaction charges	(4)	(7)
Net capital gains/(losses)	<u>(5,491)</u>	<u>44,292</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	17,360	19,543
Derivative revenue	1,794	1,856
Bank interest	-	4
Total revenue	<u>19,154</u>	<u>21,403</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	2,068	2,129
Service charges	295	304
Foreign exchange administration fees	2	3
	<u>2,365</u>	<u>2,436</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	50	52
Custody fees	29	40
	<u>79</u>	<u>92</u>
Other expenses:		
Audit fee	11	10
Other operating expenses	72	44
	<u>83</u>	<u>54</u>
Total expenses	<u>2,527</u>	<u>2,582</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>16,100</u>	<u>17,565</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	3,220	3,513
Effects of:		
Interest distributions	<u>(3,220)</u>	<u>(3,513)</u>
Current tax charge/(credit)	<u>-</u>	<u>-</u>

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

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

## Notes to the Financial Statements

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	168	95
Interim	83	109
<b>Accumulation Shares</b>		
Final	6,368	8,248
Interim	7,952	8,706
	<u>14,571</u>	<u>17,158</u>
Add: Revenue deducted on cancellation of shares	1,880	506
Deduct: Revenue received on issue of shares	(351)	(99)
Net distributions for the year	<u>16,100</u>	<u>17,565</u>
<b>Interest/other</b>		
Swap expenses	483	705
FX Hedging Expense	-	91
Currency amortisation	-	301
Interest	3	6
Derivative expense	41	153
	<u>527</u>	<u>1,256</u>
Total finance costs	<u>16,627</u>	<u>18,821</u>
Details of the distributions per share are set out in the Distribution Statement.		

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	1	505
Sales of currency awaiting settlement	2,687	-
Accrued revenue	5,287	7,151
	<u>7,975</u>	<u>7,656</u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	3,883	6,065
Cash and bank balances	971	1,723
Total cash and bank balances	<u>4,854</u>	<u>7,788</u>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	152	2
Purchases awaiting settlement	3,993	3,758
Purchases of currency awaiting settlement	2,677	-
Accrued expenses	217	234
Amounts payable on closure of derivative contract	94	115
Total other creditors	<u>7,133</u>	<u>4,109</u>

# Long Dated Sterling Corporate Bond Fund

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	(526)	-	67	(459)
Canadian Dollar	(66)	(295)	46	(315)
Swiss Franc	53	9	11	73
Euro	37,154	1	365	37,520
UK Pound	391,507	3,766	(293)	394,980
Japanese Yen	(55)	-	(6)	(61)
New Zealand Dollar	675	11	(28)	658
Swedish Krona	33	-	9	42
US Dollar	53,609	1,362	503	55,474
<b>Total</b>	<b>482,384</b>	<b>4,854</b>	<b>674</b>	<b>487,912</b>

<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	640	-	25	665
Canadian Dollar	-	1	-	1
Swiss Franc	736	1	36	773
Euro	38,825	1	590	39,416
UK Pound	467,902	7,720	3,264	478,886
Japanese Yen	(39)	-	(1)	(40)
New Zealand Dollar	(1,468)	9	(76)	(1,535)
Swedish Krona	(28)	-	3	(25)
US Dollar	70,064	56	(389)	69,731
<b>Total</b>	<b>576,632</b>	<b>7,788</b>	<b>3,452</b>	<b>587,872</b>

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no	Total assets
			interest is paid	
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	299	85	384
Canadian Dollar	(295)	210	50	(35)
Swiss Franc	9	53	11	73
Euro	49	37,412	3,523	40,984
UK Pound	8,023	383,146	9,895	401,064
New Zealand Dollar	695	-	21	716
Swedish Krona	-	33	9	42
US Dollar	1,537	55,198	1,140	57,875
<b>Total</b>	<b>10,018</b>	<b>476,351</b>	<b>14,734</b>	<b>501,103</b>

<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	640	25	665
Canadian Dollar	1	-	-	1
Swiss Franc	1	739	37	777
Euro	1	42,496	695	43,192
UK Pound	10,411	464,869	6,680	481,960
Japanese Yen	10	-	-	10
New Zealand Dollar	9	-	33	42
Swedish Krona	-	3	3	6
US Dollar	57	70,772	794	71,623
<b>Total</b>	<b>10,490</b>	<b>579,519</b>	<b>8,267</b>	<b>598,276</b>

## Notes to the Financial Statements

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
	£'000	£'000	£'000	£'000
30/06/21				
US Dollar	208	-	2,193	2,401
Australian Dollar	-	791	52	843
Canadian Dollar	-	273	7	280
Euro	493	-	2,971	3,464
UK Pound <sup>^</sup>	(39)	1,603	492,432	493,996
Japanese Yen	55	-	6	61
New Zealand Dollar	29	-	29	58
<b>Total</b>	<b>746</b>	<b>2,667</b>	<b>497,690</b>	<b>501,103</b>
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	-	4	-	4
Euro	1,482	-	2,294	3,776
UK Pound <sup>^</sup>	-	-	590,946	590,946
Japanese Yen	-	49	1	50
New Zealand Dollar	1,501	-	76	1,577
Swedish Krona	-	31	-	31
US Dollar	-	-	1,892	1,892
<b>Total</b>	<b>2,983</b>	<b>84</b>	<b>595,209</b>	<b>598,276</b>

<sup>^</sup> Includes £487,912,000 in respect of the fund's liability to redeem all shares (2020: £587,872,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.03% rise or fall in the fund's market value (2020: 0.03%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 12.77% fall or rise in the fund's market value (2020: 13.18%).

#### Credit rating risk

As at the year end 3.97% (2020: 5.62%) of the fund's market value was invested in securities rated as below investment grade, additionally 4.32% (2020: 4.71%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Interest rate swaps exposure

The fund invests into interest rate swaps to manage interest rate exposure. A 1% percent change in interest rates would lead to a change representing 0.97% (2020: 1.01%) of the fund's market value.

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2020: same).

#### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 1.95% (2020: 1.93%) of the fund's market value.

#### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 49.46% (2020: 38.68%).

### 13 Portfolio transaction costs

30/06/21	Purchases	Commissions	Taxes
Analysis of total purchases costs	£'000	£'000	£'000
Bond	215,204	-	-
Derivative	-	2	-
<b>Total</b>	<b>215,204</b>	<b>2</b>	<b>-</b>
Total including transaction costs	<u>215,206</u>		

## Notes to the Financial Statements

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	170,646	-	-	-	-
Corporate actions	789	-	-	-	-
In-specie	127,998	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>299,433</u>	<u>2</u>		-	
Total including transaction costs	<u>299,431</u>				

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

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	236,540	-	-	-	-
Derivative	-	10	-	-	-
Total	<u>236,540</u>	<u>10</u>		-	
Total including transaction costs	<u>236,550</u>				

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	314,557	-	-	-	-
Corporate actions	680	-	-	-	-
Derivative	-	10	-	-	-
Total	<u>315,237</u>	<u>10</u>		-	
Total including transaction costs	<u>315,227</u>				

Total as a percentage of average net assets 0.00 % 0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.92% (2020: 1.32%).

### 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	46,549	(2,000)	28,654	(678)
Level 2: Observable market data	441,725	(3,890)	554,178	(5,522)
Level 3: Unobservable data	-	-	-	-
	<u>488,274</u>	<u>(5,890)</u>	<u>582,832</u>	<u>(6,200)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	161,754,638	14,640,309	(46,696,044)	129,698,903
Income Shares	3,885,549	5,530,402	(2,118,789)	7,297,162

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £166,000 (2020: £193,000) are included within accrued expenses in Note 11.

# Long Dated Sterling Corporate Bond Fund

## Notes to the Financial Statements

### 17 Counterparty details of financial derivative transactions 30/06/21

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Barclays	(96)	-	-	-	-	-	-	(96)
BBH	353	-	-	-	-	-	-	353
BNP Paribas	4	-	-	-	-	-	-	4
Goldman Sachs	(11)	-	-	(26)	-	-	-	(37)
HSBC Global Markets	(163)	-	-	-	-	-	-	(163)
JP Morgan	(63)	-	-	-	-	-	-	(63)
Morgan Stanley	69	-	-	1,348	-	3,993	(1,131)	4,279
National Australia Bank	(26)	-	-	-	-	-	-	(26)
State Street	460	-	-	-	-	-	-	460
UBS	-	-	(1,156)	(307)	-	-	5,014	3,551
<b>Total</b>	<b>527</b>	<b>-</b>	<b>(1,156)</b>	<b>1,015</b>	<b>-</b>	<b>3,993</b>	<b>3,883</b>	<b>8,262</b>

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Bank of America	33	-	-	-	-	-	-	33
BNP Paribas	(75)	-	-	-	-	-	-	(75)
CIBC	(1,666)	-	-	-	-	-	-	(1,666)
Citibank	40	-	-	-	-	-	-	40
Citigroup Global Markets	-	-	-	(733)	-	-	-	(733)
Deutsche Bank	-	-	-	348	-	-	-	348
Goldman Sachs	-	-	-	1,027	-	-	-	1,027
HSBC Global Markets	26	-	-	-	-	-	-	26
JP Morgan	(683)	-	-	3,014	-	-	-	2,331
Morgan Stanley	-	-	-	2,208	-	6,264	162	8,634
National Australia Bank	12	-	-	-	-	-	-	12
UBS	-	-	(209)	(565)	-	-	5,903	5,129
<b>Total</b>	<b>(2,313)</b>	<b>-</b>	<b>(209)</b>	<b>5,299</b>	<b>-</b>	<b>6,264</b>	<b>6,065</b>	<b>15,106</b>

### 18 Shareholders' funds

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

Income Shares : 0.35%

Accumulation Shares : 0.35%

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

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Income Shares	169.27	176.30	4.15
Accumulation Shares	366.66	381.89	4.15



# Long Dated Sterling Corporate Bond Fund

## Distribution Statement

for the year ended 30 June 2021

**Income Shares - final distribution No. 40 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/21	Amount distributed 31/08/20
Group 1	2.2983	-	2.2983	2.4534
Group 2	1.2871	1.0112	2.2983	2.4534

**Income Shares - interim distribution No. 39 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 28/02/21	Amount distributed 29/02/20
Group 1	2.4081	-	2.4081	2.3838
Group 2	0.7333	1.6748	2.4081	2.3838

**Accumulation Shares - final distribution No. 37 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	4.9102	-	4.9102	5.0991
Group 2	2.9831	1.9271	4.9102	5.0991

**Accumulation Shares - interim distribution No. 36 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 28/02/21	Amount accumulated 29/02/20
Group 1	5.0779	-	5.0779	4.8847
Group 2	2.5704	2.5075	5.0779	4.8847

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of companies (those domiciled, incorporated, having significant business or listed) in developed Asia, excluding Japan (as determined by the MSCI Pacific ex-Japan Index). The Investment Manager is not restricted in terms of size, industry or geographical split.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI Pacific ex-Japan Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated positive absolute returns over the period. Selected Australian stocks held back gains. Notably, artificial intelligence services provider Appen declined as its outlook for 2021 disappointed. Conversely, logistics providers SITC International and Kerry Logistics added notable value as they benefited from strong demand. I took profits and reduced positions in Australian banking stocks, particularly in Commonwealth Bank of Australia and Westpac Banking. I redeployed some of the proceeds into higher conviction holdings such as Macquarie and United Overseas Bank. I also bought new positions in Australian financial conglomerate Suncorp and Bank of China (Hong Kong), where I favour the relative risk-reward prospects.

### Outlook

Inflation concerns returned to the fore recently, bringing fundamentals into focus, as investors realise that the liquidity surplus that has driven regional equities may not last forever. The trend of US-listed ADRs returning home via a dual-listing in Hong Kong continues. This, combined with potential initial public offerings in the region, continues to widen the investment universe.

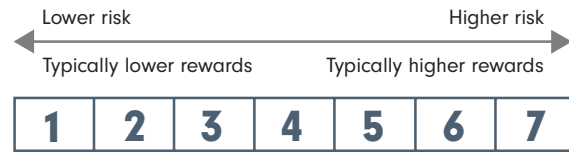
Polly Kwan  
Fund Manager  
30 June 2021

## Risk and Reward Indicator

SRRI

Accumulation Shares

6



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

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

## Pacific (ex-Japan) Fund

### Comparative Performance Table

	<b>Accumulation Shares</b>		
	<b>2021</b>	<b>2020</b>	<b>2019</b>
Change in net assets (pence per share)	509.43	556.45	524.31
Opening net asset value per share	61.23	(41.61)	37.01
Return before operating charges*	(5.58)	(5.41)	(4.87)
Operating charges	55.65	(47.02)	32.14
Return after operating charges*	(9.93)	(12.17)	(11.20)
Distributions	9.93	12.17	11.20
Retained distributions on accumulation shares	<b>565.08</b>	<b>509.43</b>	<b>556.45</b>
Closing net asset value per share	0.48	0.69	1.08
*after direct transaction costs of			
<b>Performance</b>			
Return after charges	10.9%	(8.5%)	6.1%
<b>Other information</b>			
Closing net asset value (£'000)	8,491	16,380	23,090
Closing number of shares	1,502,578	3,215,336	4,149,482
Operating charges	1.05%	1.04%	0.96%
Direct transaction costs	0.09%	0.13%	0.21%
<b>Prices (pence per share)</b>			
Highest share price	574.60	580.00	556.80
Lowest share price	490.70	404.90	456.00

# Pacific (ex-Japan) Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		1,000		(1,725)
Revenue	5	355		638	
Expenses	6	(119)		(182)	
Interest payable and similar charges	8	-		(1)	
Net revenue/(expense) before taxation		236		455	
Taxation	7	(4)		(5)	
Net revenue/(expense) after taxation			232		450
<b>Total return before distributions</b>			1,232		(1,275)
Distributions	8		(226)		(443)
<b>Change in net assets attributable to shareholders from investment activities</b>			1,006		(1,718)

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			16,380		23,090
<b>Movement due to sales and repurchases of shares</b>					
Amounts receivable on issue of shares		2,250		6,972	
Amounts payable on cancellation of shares		(11,309)		(12,386)	
			(9,059)		(5,414)
Swing price adjustment			15		31
Change in net assets attributable to shareholders from investment activities (see above)			1,006		(1,718)
Retained distribution on accumulation shares	8		149		391
<b>Closing net assets attributable to shareholders</b>			8,491		16,380

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			8,493		15,952
<b>Current assets:</b>					
Debtors	9	53		84	
Cash and bank balances		-		423	
Total other assets			53		507
<b>Total assets</b>			8,546		16,459
<b>Liabilities:</b>					
Creditors					
Bank overdrafts		(12)		-	
Other creditors	10	(43)		(79)	
Total other liabilities			(55)		(79)
<b>Total liabilities</b>			(55)		(79)
<b>Net assets attributable to shareholders</b>			8,491		16,380

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	1,071	(1,606)
Other currency gains/(losses)	(63)	(101)
Transaction charges	(8)	(18)
Net capital gains/(losses)	<u>1,000</u>	<u>(1,725)</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	-	3
Overseas dividends	311	540
Overseas property income distributions	38	85
Overseas scrip dividends	6	7
Bank interest	-	3
Total revenue	<u>355</u>	<u>638</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	96	154
Service charges	6	10
Foreign exchange administration fees	3	6
	<u>105</u>	<u>170</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	-	1
Custody fees	1	2
	<u>1</u>	<u>3</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	3	1
	<u>13</u>	<u>9</u>
Total expenses	<u>119</u>	<u>182</u>

## Notes to the Financial Statements

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	4	5
Total current taxation	<u>4</u>	<u>5</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>236</u>	<u>455</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%). Effects of:	47	91
Increase/(decrease) in unutilised management expenses	17	19
Overseas tax expensed	(1)	(1)
Overseas taxation	4	5
Revenue not included for tax purposes	<u>(63)</u>	<u>(109)</u>
Current tax charge/(credit)	<u>4</u>	<u>5</u>

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £1,670,000 (2020: £1,653,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	149	391
Add: Revenue deducted on cancellation of shares	96	177
Deduct: Revenue received on issue of shares	<u>(19)</u>	<u>(125)</u>
Net distributions for the year	<u>226</u>	<u>443</u>
<b>Interest/other</b>		
Interest	-	1
Total finance costs	<u>226</u>	<u>444</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	232	450
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	<u>(6)</u>	<u>(7)</u>
	<u>226</u>	<u>443</u>

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

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	-	2
Sales of currency awaiting settlement	23	38
Accrued revenue	30	20
Sales awaiting settlement	-	24
Total debtors	<u>53</u>	<u>84</u>

### 10 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	1	13
Purchases of currency awaiting settlement	23	38
Accrued expenses	19	28
Total other creditors	<u>43</u>	<u>79</u>

Notes to the Financial Statements

11 Financial instruments exposure

Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/21	£'000	£'000	£'000	£'000
Australian Dollar	5,113	-	3	5,116
UK Pound	-	-	(19)	(19)
Hong Kong Dollar	2,189	-	5	2,194
New Zealand Dollar	44	-	-	44
Singapore Dollar	1,044	-	-	1,044
US Dollar	103	(12)	21	112
<b>Total</b>	<b>8,493</b>	<b>(12)</b>	<b>10</b>	<b>8,491</b>
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	9,103	-	11	9,114
UK Pound	-	-	(39)	(39)
Hong Kong Dollar	4,198	-	6	4,204
New Zealand Dollar	220	-	-	220
Singapore Dollar	1,787	14	4	1,805
US Dollar	644	409	23	1,076
<b>Total</b>	<b>15,952</b>	<b>423</b>	<b>5</b>	<b>16,380</b>

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

Interest rate risk profile

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

Fair value of financial assets and financial liabilities

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

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2020: 1.00%).

Other price risk

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

Equity derivatives

At the year end the fund holds no equity derivatives (2020: same).

12 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	3,279	1	0.04	1	0.04
Total	3,279	1		1	
Total including transaction costs	3,281				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	11,466	4	0.04	4	0.04
Total	11,466	4		4	
Total including transaction costs	11,458				
Total as a percentage of average net assets*		0.04 %		0.05 %	

Notes to the Financial Statements

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	11,644	5	0.05	5	0.05
Total	11,644	5		5	
Total including transaction costs	11,654				
Analysis of total sales costs	Sales	Commissions		Taxes	
£'000	£'000	£'000	%	£'000	%
Equity	17,017	6	0.04	9	0.05
Total	17,017	6		9	
Total including transaction costs	17,002				

Total as a percentage of average net assets

0.06 %

0.07 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.16% (2020: 0.16%).

13 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	8,473	-	15,494	-
Level 2: Observable market data	20	-	356	-
Level 3: Unobservable data*	-	-	102	-
	8,493	-	15,952	-

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

14 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	3,215,336	411,092	(2,123,850)	1,502,578

15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £8,000 (2020: £13,000) are included within accrued expenses in Note 10.

16 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

17 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	565.08	562.20	(0.51)



## Distribution Statement

for the year ended 30 June 2021

Accumulation Shares - final distribution No. 22 in pence per share

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	9.9262	-	9.9262	12.1729
Group 2	3.6650	6.2612	9.9262	12.1729

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income and has the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments. The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The fund uses a systematic investment approach. This means that the Investment Manager uses a more rules-based approach when implementing the portfolio construction.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider a blend of 50% ICE Bank of America Merrill Lynch Sterling Non-Gilt Index and 50% ICE Bank of America Merrill Lynch 5+ Year Gilt Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted negative returns as core government bond yields rose over the period, given the momentum in reflation trade since the fourth quarter of 2020. However, the recent change in narrative by the US Federal Reserve with regards to inflation has made investors reconsider reflation expectations. Credit exposure supported returns, with holdings in AA Bond and Lloyds Banking Group adding notable value. We maintain a cautious stance towards credit, but participated in the new issues of Nestle and Southern Water Services. We sold the holding in EDF and took some profits in Swedbank.

### Outlook

There is a tide of liquidity supporting the credit market, but generating sizeable alpha is becoming difficult. The fall in yields in recent months makes us believe that yields are now nearing the lower end of the range, especially given concerns over tapering. Therefore, we are running the portfolio with a small underweight duration position.

Lucette Yvernault & Ilija Chelomianski  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

	SRRI
F Accumulation Shares	4
H Accumulation Shares	4
Investment Pathway 2 Accumulation Shares	4
W Accumulation Shares	4



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

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

# Pre-Retirement Bond Fund

## Comparative Performance Table

	W Accumulation Shares			F Accumulation Shares		
	2021	2020	2019	2021	2020	2019
Change in net assets (pence per share)						
Opening net asset value per share	16,509.23	14,697.60	13,874.48	17,008.32	15,073.95	14,167.51
Return before operating charges*	(338.49)	1,895.32	897.74	(345.18)	1,947.90	917.97
Operating charges	(40.88)	(83.69)	(74.62)	(13.89)	(13.53)	(11.53)
Return after operating charges*	(379.37)	1,811.63	823.12	(359.07)	1,934.37	906.44
Distributions	(265.93)	(285.50)	(261.10)	(305.41)	(365.71)	(331.61)
Retained distributions on accumulation shares	265.93	285.50	261.10	305.41	365.71	331.61
Closing net asset value per share	<u>16,129.86</u>	<u>16,509.23</u>	<u>14,697.60</u>	<u>16,649.25</u>	<u>17,008.32</u>	<u>15,073.95</u>
*after direct transaction costs of	0.12	0.81	0.70	0.12	0.81	0.70
<b>Performance</b>						
Return after charges	(2.3%)	12.3%	5.9%	(2.1%)	12.8%	6.4%
<b>Other information</b>						
Closing net asset value (£'000)	390	302	214	153,562	144,389	186,853
Closing number of shares	2,418	1,827	1,455	922,336	848,932	1,239,579
Operating charges	0.25%	0.53%	0.53%	0.08%	0.08%	0.08%
Direct transaction costs	0%	0.01%	0%	0%	0.01%	0%
<b>Prices (pence per share)</b>						
Highest share price	17,010.00	16,740.00	14,780.00	17,540.00	17,220.00	15,160.00
Lowest share price	15,650.00	14,400.00	13,480.00	16,150.00	14,820.00	13,790.00
	<b>Investment Pathway 2 Accumulation Shares</b>			<b>H Accumulation Shares</b>		
	<b>2021</b>			<b>2021</b>		
Change in net assets (pence per share)						
Opening net asset value per shares**	<u>100.00</u>			<u>100.00</u>		
Return before operating charges*	(2.49)			(3.03)		
Operating charges	(0.24)			(0.14)		
Return after operating charges*	(2.73)			(3.17)		
Distributions	(1.19)			(1.27)		
Retained distributions on accumulation shares	1.19			1.27		
Closing net asset value per share	<u>97.27</u>			<u>96.83</u>		
*after direct transaction costs of	0.12			0.12		
<b>Performance</b>						
Return after charges	(3.2%)			(3.2%)		
<b>Other information</b>						
Closing net asset value (£'000)	63			231		
Closing number of shares	64,763			238,330		
Operating charges	0.25%			0.15%		
Direct transaction costs	0%			0%		
<b>Prices (pence per share)</b>						
Highest share price	102.00			102.00		
Lowest share price	93.90			93.94		

\*\* Investment Pathway 2 Accumulation Shares and H Accumulation Shares launched 9 September 2020.

# Pre-Retirement Bond Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(5,962)		16,191
Revenue	5	2,941		4,269	
Expenses	6	(125)		(137)	
Interest payable and similar charges	8	(109)		(346)	
Net revenue/(expense) before taxation		2,707		3,786	
Taxation	7	-		-	
Net revenue/(expense) after taxation			2,707		3,786
<b>Total return before distributions</b>			(3,255)		19,977
Distributions	8		(2,707)		(3,786)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(5,962)</u>		<u>16,191</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	30/06/21		30/06/20	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		144,691		187,067
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares		23,612		18,145
Amounts payable on cancellation of shares		(10,925)		(79,976)
		12,687		(61,831)
Swing price adjustment		3		154
Change in net assets attributable to shareholders from investment activities (see above)		(5,962)		16,191
Retained distribution on accumulation shares		2,827		3,110
<b>Closing net assets attributable to shareholders</b>		<u>154,246</u>		<u>144,691</u>

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			151,575		142,413
<b>Current assets:</b>					
Debtors	9	1,448		1,739	
Cash and bank balances	10	2,284		4,762	
Total other assets			3,732		6,501
<b>Total assets</b>			<u>155,307</u>		<u>148,914</u>
<b>Liabilities:</b>					
Investment liabilities			(882)		(2,492)
Creditors					
Other creditors	11	(179)		(1,731)	
Total other liabilities			(179)		(1,731)
<b>Total liabilities</b>			<u>(1,061)</u>		<u>(4,223)</u>
<b>Net assets attributable to shareholders</b>			<u>154,246</u>		<u>144,691</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	(6,613)	15,330
Gains/(losses) on derivative contracts	(498)	1,394
Gains/(losses) on forward currency contracts	1,066	(479)
Other currency gains/(losses)	83	(49)
Transaction charges	-	(5)
	<u>(5,962)</u>	<u>16,191</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	2,770	4,054
Derivative revenue	171	206
Bank interest	-	9
	<u>2,941</u>	<u>4,269</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	119	84
Foreign exchange administration fees	-	2
	<u>119</u>	<u>86</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	1	20
Custody fees	(1)	9
	<u>-</u>	<u>29</u>
Other expenses:		
Audit fee*	1	10
Other operating expenses	5	12
	<u>6</u>	<u>22</u>
Total expenses	<u>125</u>	<u>137</u>

\*From October 2020, the ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £11,000 (including VAT).

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	<u>-</u>	<u>-</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>2,707</u>	<u>3,786</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	541	757
Effects of:		
Interest distributions	<u>(541)</u>	<u>(757)</u>
Current tax charge/(credit)	<u>-</u>	<u>-</u>

## Notes to the Financial Statements

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

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

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>W Accumulation Shares</b>		
Final	6	5
<b>F Accumulation Shares</b>		
Final	2,817	3,105
<b>Investment Pathway 2 Accumulation Shares*</b>		
Final	1	-
<b>H Accumulation Shares*</b>		
Final	3	-
	<u>2,827</u>	<u>3,110</u>
Add: Revenue deducted on cancellation of shares	104	874
Deduct: Revenue received on issue of shares	<u>(224)</u>	<u>(198)</u>
Net distributions for the year	2,707	3,786
<b>Interest/other</b>		
Swap expenses	102	285
FX Hedging Expense	-	5
Currency amortisation	-	49
Derivative expense	7	7
	<u>109</u>	<u>346</u>
Total finance costs	<u>2,816</u>	<u>4,132</u>

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

\*Share class launches, closures, conversions, mergers and renames have been completed during the year. Please refer to the Changes to the Prospectus on page 3.

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	32	227
Accrued revenue	1,416	1,512
Total debtors	<u>1,448</u>	<u>1,739</u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	52	1,547
Cash and bank balances	2,232	3,215
Total cash and bank balances	<u>2,284</u>	<u>4,762</u>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	147	744
Accrued expenses	7	27
Amounts payable on closure of derivative contract	25	35
Purchases awaiting settlement	-	925
Total other creditors	<u>179</u>	<u>1,731</u>

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	(321)	-	17	(304)
Canadian Dollar	(80)	(96)	10	(166)
Swiss Franc	16	-	3	19
Euro	220	-	(3)	217
UK Pound	145,083	2,276	1,251	148,610
Japanese Yen	(23)	-	(2)	(25)
New Zealand Dollar	330	-	(7)	323
Swedish Krona	11	-	3	14
US Dollar	5,457	104	(3)	5,558
<b>Total</b>	<b>150,693</b>	<b>2,284</b>	<b>1,269</b>	<b>154,246</b>
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	259	33	5	297
Canadian Dollar	12	16	-	28
Euro	6,540	1	71	6,612
UK Pound	115,850	4,694	6	120,550
US Dollar	17,260	18	(74)	17,204
<b>Total</b>	<b>139,921</b>	<b>4,762</b>	<b>8</b>	<b>144,691</b>

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no	Total assets
			interest is paid	
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	-	24	24
Canadian Dollar	(96)	44	12	(40)
Swiss Franc	-	16	3	19
Euro	220	-	1	221
UK Pound	7,207	140,132	1,426	148,765
New Zealand Dollar	440	-	12	452
Swedish Krona	-	11	3	14
US Dollar	5,848	-	4	5,852
<b>Total</b>	<b>13,619</b>	<b>140,203</b>	<b>1,485</b>	<b>155,307</b>
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	33	224	56	313
Canadian Dollar	16	-	12	28
Euro	404	6,777	158	7,339
UK Pound	7,427	113,069	1,485	121,981
US Dollar	19	18,932	302	19,253
<b>Total</b>	<b>7,899</b>	<b>139,002</b>	<b>2,013</b>	<b>148,914</b>

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which	Total liabilities^
			no interest is paid^	
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	320	8	328
Canadian Dollar	-	125	1	126
Euro	-	-	4	4
UK Pound^	-	-	154,401	154,401

## Notes to the Financial Statements

Japanese Yen	23	-	2	25
New Zealand Dollar	6	106	17	129
US Dollar	57	-	237	294
<b>Total</b>	<b>86</b>	<b>551</b>	<b>154,670</b>	<b>155,307</b>

30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	-	-	16	16
Euro	-	123	604	727
UK Pound^	-	-	146,122	146,122
US Dollar	1,386	-	663	2,049
<b>Total</b>	<b>1,386</b>	<b>123</b>	<b>147,405</b>	<b>148,914</b>

^ Includes £154,246,000 in respect of the fund's liability to redeem all shares (2020: £144,691,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2020: 0.02%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 11.45% fall or rise in the fund's market value (2020: 12.48%).

#### Credit rating risk

As at the year end 1.47% (2020: 6.18%) of the fund's market value was invested in securities rated as below investment grade, additionally 8.87% (2020: 6.67%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Futures exposure

At the year end the fund holds no derivatives that could impact it significantly (2020: same).

#### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2020: same).

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2020: same).

#### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 28.31% (2020: 23.82%).

## 13 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	117,513	-	-	-	-
Derivative	-	1	-	-	-
Total	117,513	1		-	
Total including transaction costs	117,514				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	99,325	-	-	-	-
Corporate actions	843	-	-	-	-
Derivative	-	1	-	-	-
Total	100,168	1		-	
Total including transaction costs	100,167				
Total as a percentage of average net assets*		0.00 %		0.00 %	



# Pre-Retirement Bond Fund

## Notes to the Financial Statements

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	109,329	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>109,329</u>	<u>4</u>		-	
Total including transaction costs	<u>109,333</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	163,731	-	-	-	-
Corporate actions	149	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>163,880</u>	<u>4</u>		-	
Total including transaction costs	<u>163,876</u>				

Total as a percentage of average net assets

0.01 %

0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.46% (2020: 0.64%).

### 14 Basis of valuation

	30/06/21 £'000	30/06/21 £'000	30/06/20 £'000	30/06/20 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	72,891	(99)	52,580	(204)
Level 2: Observable market data	78,684	(783)	89,833	(2,288)
Level 3: Unobservable data	-	-	-	-
	<u>151,575</u>	<u>(882)</u>	<u>142,413</u>	<u>(2,492)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
F Accumulation Shares	848,932	137,769	(64,365)	922,336
H Accumulation Shares	-	241,330	(3,000)	238,330
Investment Pathway 2 Accumulation Shares	-	67,802	(3,039)	64,763
W Accumulation Shares	1,827	1,535	(944)	2,418

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £10,000 (2020: £7,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/21	Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
	Barclays	(130)	-	-	-	-	-	-	(130)
	BBH	3	-	-	-	-	-	-	3
	CIBC	6	-	-	-	-	-	-	6
	Goldman Sachs	(5)	-	-	-	-	-	-	(5)
	JP Morgan	1	-	-	-	-	-	-	1
	Morgan Stanley	3	-	-	138	-	382	(153)	370
	Royal Bank of Canada	(3)	-	-	-	-	-	-	(3)
	UBS	-	-	(79)	-	-	-	205	126
	Total	<u>(125)</u>	<u>-</u>	<u>(79)</u>	<u>138</u>	<u>-</u>	<u>382</u>	<u>52</u>	<u>368</u>

## Notes to the Financial Statements

30/06/20

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
BNP Paribas	3	-	-	-	-	-	-	3
Deutsche Bank	-	-	-	(1,386)	-	-	-	(1,386)
Goldman Sachs	-	-	-	307	-	-	-	307
HSBC Global Markets	(440)	-	-	620	-	-	-	180
JP Morgan	39	-	-	-	-	-	-	39
Lloyd's	-	-	-	174	-	-	-	174
Morgan Stanley	-	-	-	(111)	-	823	455	1,167
National Australia Bank	(4)	-	-	-	-	-	-	(4)
Royal Bank of Canada	16	-	-	-	-	-	-	16
Societe Generale	(285)	-	-	-	-	-	-	(285)
UBS	-	-	(39)	-	-	-	1,092	1,053
<b>Total</b>	<b>(671)</b>	<b>-</b>	<b>(39)</b>	<b>(396)</b>	<b>-</b>	<b>823</b>	<b>1,547</b>	<b>1,264</b>

### 18 Shareholders' funds

The fund has four share classes; W Accumulation Shares, F Accumulation Shares, H Accumulation Shares and Investment Pathway 2 Accumulation Shares.

The annual management charge on each share class is as follows:

W Accumulation Shares : 0.25%

F Accumulation Shares : 0.08%

H Accumulation Shares : 0.15%

Investment Pathway 2 Accumulation Shares : 0.25%

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

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
W Accumulation Shares	16,130.05	16,730.00	3.72
F Accumulation Shares	16,649.25	17,270.00	3.73
Investment Pathway 2 Accumulation Shares	96.77	100.40	3.75
H Accumulation Shares	96.83	100.40	3.69

## Distribution Statement

for the year ended 30 June 2021

### W Accumulation Shares - final distribution No. 8 in pence per share

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	265.9346	-	265.9346	285.5033
Group 2	117.9056	148.0290	265.9346	285.5033

### F Accumulation Shares - final distribution No. 8 in pence per share

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	305.4061	-	305.4061	365.7111
Group 2	132.5210	172.8851	305.4061	365.7111

### Investment Pathway 2 Accumulation Shares^ - final distribution No. 1 in pence per share

Group 1 - Shares purchased on or before 9 September 2020..

Group 2 - Shares purchased from 10 September 2020 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21
Group 1	1.1907	-	1.1907
Group 2	0.4888	0.7019	1.1907

### H Accumulation Shares^ - final distribution No. 1 in pence per share

Group 1 - Shares purchased on or before 9 September 2020.

Group 2 - Shares purchased from 10 September 2020 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21
Group 1	1.2708	-	1.2708
Group 2	0.3162	0.9546	1.2708

^ Share class launches, closures, mergers and renames have been completed during the year. Please refer to the Changes to the Prospectus on page 3.

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of companies in developing countries, (those domiciled, incorporated or having significant business in developing countries and those listed in developing countries) including emerging markets (as determined by the Investment Manager at its sole discretion) and companies in countries such as Africa, the Indian sub-continent, Latin America, South East Asia, Europe, the Middle East.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI Emerging Markets Index. However, the Investment Manager has a limited degree of freedom relative to the index but may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore shorter-term performance may vary from, but is unlikely to be significantly different to, the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund generated positive returns, driven by stock selection in the industrials and health care sectors. From a country perspective, Chinese equities added value. For instance, holdings in Xpeng, Shenzhen Inovance Technology, Li Ning and Bilibili were among the key contributors to returns. Shares in Xpeng rose after it announced that it will raise US\$2 billion via its Hong Kong listing to expand its products and develop more advanced technologies. Within India, we bought a new position in Larsen & Toubro at an attractive valuation. Elsewhere, we purchased a new holding in Mexican-based copper miner Grupo Mexico. Conversely, we sold the position in Largan Precision.

### Outlook

Emerging markets are supported by structural growth drivers such as lifestyle changes, persistent technological advancement and a move towards a greener economy. These factors will drive demand for different goods, services and 'future facing' commodities.

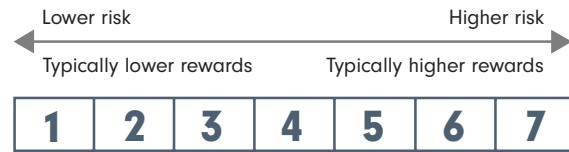
John Chow & Cesar Hernandez  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

SRRI

Accumulation Shares

6



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

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

## Select Emerging Markets Equities Fund

### Comparative Performance Table

	Accumulation Shares		
	2021	2020	2019
Change in net assets (pence per share)	202.22	193.79	187.07
Opening net asset value per share	56.94	10.69	8.79
Return before operating charges*	(2.70)	(2.26)	(2.07)
Operating charges	54.24	8.43	6.72
Return after operating charges*	(1.06)	(1.08)	(2.16)
Distributions	1.06	1.08	2.16
Retained distributions on accumulation shares	<b>256.46</b>	<b>202.22</b>	<b>193.79</b>
Closing net asset value per share	0.68	0.74	0.64
*after direct transaction costs of			
<b>Performance</b>			
Return after charges	26.8%	4.2%	3.6%
<b>Other information</b>			
Closing net asset value (£'000)	122,401	102,223	141,374
Closing number of shares	47,727,924	50,551,363	72,951,995
Operating charges	1.15%	1.17%	1.14%
Direct transaction costs	0.29%	0.38%	0.36%
<b>Prices (pence per share)</b>			
Highest share price	276.00	213.00	194.90
Lowest share price	200.50	156.90	163.70

# Select Emerging Markets Equities Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		26,173		3,816
Revenue	5	2,062		2,142	
Expenses	6	<u>(1,277)</u>		<u>(1,237)</u>	
Net revenue/(expense) before taxation		785		905	
Taxation	7	<u>(634)</u>		<u>(258)</u>	
Net revenue/(expense) after taxation			<u>151</u>		<u>647</u>
<b>Total return before distributions</b>			<b>26,324</b>		<b>4,463</b>
Distributions	8		<u>(524)</u>		<u>(686)</u>
<b>Change in net assets attributable to shareholders from investment activities</b>			<b><u>25,800</u></b>		<b><u>3,777</u></b>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			102,223		141,374
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		2,090		5,215	
Amounts payable on cancellation of shares		<u>(8,231)</u>		<u>(48,805)</u>	
			(6,141)		(43,590)
Swing price adjustment			12		117
Change in net assets attributable to shareholders from investment activities (see above)			25,800		3,777
Retained distribution on accumulation shares	8		<u>507</u>		<u>545</u>
<b>Closing net assets attributable to shareholders</b>			<b><u>122,401</u></b>		<b><u>102,223</u></b>

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			118,794		93,171
<b>Current assets:</b>					
Debtors	9	258		1,178	
Cash and bank balances	10	<u>4,716</u>		<u>9,236</u>	
Total other assets			<u>4,974</u>		<u>10,414</u>
<b>Total assets</b>			<b><u>123,768</u></b>		<b><u>103,585</u></b>
<b>Liabilities:</b>					
<b>Creditors</b>					
Other creditors	11	<u>(1,367)</u>		<u>(1,362)</u>	
Total other liabilities			<u>(1,367)</u>		<u>(1,362)</u>
<b>Total liabilities</b>			<b><u>(1,367)</u></b>		<b><u>(1,362)</u></b>
<b>Net assets attributable to shareholders</b>			<b><u>122,401</u></b>		<b><u>102,223</u></b>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	25,831	4,397
Gains/(losses) on derivative contracts	973	(598)
Other currency gains/(losses)	(594)	58
Transaction charges	(37)	(41)
Net capital gains/(losses)	<u>26,173</u>	<u>3,816</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	57	51
Derivative revenue	62	53
Overseas dividends	1,930	1,962
Overseas scrip dividends	13	-
Bank interest	-	76
Total revenue	<u>2,062</u>	<u>2,142</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,144	1,090
Service charges	57	54
Foreign exchange administration fees	5	6
	<u>1,206</u>	<u>1,150</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	10	9
Custody fees	35	38
	<u>45</u>	<u>47</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	16	32
	<u>26</u>	<u>40</u>
Total expenses	<u>1,277</u>	<u>1,237</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	248	219
Overseas capital gains tax	386	39
Total current taxation	<u>634</u>	<u>258</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>785</u>	<u>905</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	157	181

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	165	141
Overseas capital gains tax	386	39
Overseas tax expensed	(6)	(6)
Overseas taxation	249	219
Revenue not included for tax purposes	(317)	(316)
	<u>634</u>	<u>258</u>

Current tax charge/(credit)

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £2,743,000 (2020: £2,578,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	507	545
Add: Revenue deducted on cancellation of shares	21	158
Deduct: Revenue received on issue of shares	(4)	(17)
Net distributions for the year	<u>524</u>	<u>686</u>
<b>Interest/other</b>		
Total finance costs	<u>524</u>	<u>686</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	151	647
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(13)	-
Overseas capital gains tax	386	39
	<u>524</u>	<u>686</u>

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

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Sales of currency awaiting settlement	33	455
Accrued revenue	205	260
Overseas tax recoverable	20	8
Sales awaiting settlement	-	455
Total debtors	<u>258</u>	<u>1,178</u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	168	567
Cash and bank balances	4,548	8,669
Total cash and bank balances	<u>4,716</u>	<u>9,236</u>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	86	750
Purchases awaiting settlement	744	-
Purchases of currency awaiting settlement	33	456
Accrued expenses	136	122
Foreign capital gains tax payable	368	34
Total other creditors	<u>1,367</u>	<u>1,362</u>



## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/21	£'000	£'000	£'000	£'000
Brazilian Real	7,143	-	26	7,169
UK Pound	-	-	(591)	(591)
Hong Kong Dollar	22,883	40	20	22,943
Hungarian Forint	773	-	-	773
Indonesian Rupiah	1,602	-	-	1,602
Indian Rupee	12,181	23	25	12,229
Korean Won	18,600	6	(261)	18,345
Mexican Peso	2,596	-	-	2,596
Philippine Peso	690	-	-	690
Polish Zloty	-	-	12	12
Saudi riyal	1,138	-	-	1,138
Singapore Dollar	720	-	-	720
Thai Baht	1,238	-	-	1,238
Taiwan Dollar	15,024	23	35	15,082
US Dollar	30,021	4,624	(375)	34,270
South African Rand	4,185	-	-	4,185
<b>Total</b>	<b>118,794</b>	<b>4,716</b>	<b>(1,109)</b>	<b>122,401</b>
30/06/20	£'000	£'000	£'000	£'000
UAE Dirham	421	-	-	421
Brazilian Real	4,827	209	(95)	4,941
UK Pound	-	-	(905)	(905)
Hong Kong Dollar	21,729	-	203	21,932
Hungarian Forint	897	-	-	897
Indonesian Rupiah	1,218	-	13	1,231
Indian Rupee	8,585	26	2	8,613
Korean Won	11,586	12	34	11,632
Mexican Peso	2,017	1	-	2,018
Philippine Peso	747	-	-	747
Polish Zloty	849	-	8	857
Qatari Rial	284	-	-	284
Saudi riyal	332	-	-	332
Singapore Dollar	661	-	-	661
Thai Baht	719	-	-	719
Taiwan Dollar	10,268	25	26	10,319
US Dollar	24,442	8,963	530	33,935
South African Rand	3,589	-	-	3,589
<b>Total</b>	<b>93,171</b>	<b>9,236</b>	<b>(184)</b>	<b>102,223</b>

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

#### Interest rate risk profile

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

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

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2020: 1.00%).

##### Other price risk

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

# Select Emerging Markets Equities Fund

## Notes to the Financial Statements

### Equity derivatives

At the year end the fund holds no futures that could impact it significantly. (2020 A 10% change in the price of the futures would result in a 0.54% change in the fund's market value).

The fund invests into Equity Linked Notes (ELNs) to gain exposure to the equity markets. A 10% change in the price of the ELNs would result in a nil change in the fund's market value (2020: 0.53%) change in the fund's market value.

### 13 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	85,061	112	0.13	33	0.04
Corporate actions	184	-	-	-	-
Total	<u>85,245</u>	<u>112</u>		<u>33</u>	
Total including transaction costs	<u>85,390</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	85,667	104	0.12	84	0.10
Corporate actions	23	-	-	-	-
Total	<u>85,690</u>	<u>104</u>		<u>84</u>	
Total including transaction costs	<u>85,502</u>				

Total as a percentage of average net assets\*

0.19 %

0.10 %

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	88,312	111	0.13	43	0.05
Corporate actions	42	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>88,354</u>	<u>112</u>		<u>43</u>	
Total including transaction costs	<u>88,509</u>				
Analysis of total sales costs	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	127,489	132	0.10	128	0.10
Corporate actions	20	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>127,509</u>	<u>133</u>		<u>128</u>	
Total including transaction costs	<u>127,248</u>				

Total as a percentage of average net assets

0.23 %

0.16 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.14% (2020: 0.12%).

### 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	113,669	-	87,275	-
Level 2: Observable market data	5,125	-	5,896	-
Level 3: Unobservable data	-	-	-	-
	<u>118,794</u>	<u>-</u>	<u>93,171</u>	<u>-</u>

# Select Emerging Markets Equities Fund

## Notes to the Financial Statements

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	50,551,363	896,663	(3,720,102)	47,727,924

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £107,000 (2020: £88,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/21

	Broker	Currency Contracts	CFD	Futures	Swaps	Options	Collateral - Cash	Grand Total
		£'000	£'000	£'000	£'000	£'000	£'000	
UBS		-	-	-	-	-	168	168
Total		-	-	-	-	-	168	168
30/06/20		-	-	-	-	-	-	-
	Broker	Currency Contracts	CFD	Futures	Swaps	Options	Collateral - Cash	Grand Total
		£'000	£'000	£'000	£'000	£'000	£'000	
UBS		-	-	52	-	-	567	619
Total		-	-	52	-	-	567	619

### 18 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 1.00%

The distributions per share class are given in the Distribution Statement.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	256.46	231.50	(9.73)

## Distribution Statement

for the year ended 30 June 2021

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

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	1.0621	-	1.0621	1.0788
Group 2	0.5596	0.5025	1.0621	1.0788

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of companies (those domiciled, incorporated, having significant business or being listed) in the Asia Pacific region, excluding Japan. This region includes countries considered to be emerging markets as determined by the Investment Manager at its sole discretion. The Investment Manager is not restricted in terms of size, industry or geographical split.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the MSCI All Country Asia Pacific ex-Japan Index. However, the Investment Manager has a wide degree of freedom relative to the index and may take larger, or smaller, positions in companies, and/or may invest outside the index, to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

### Performance and Portfolio Activity

The fund recorded positive absolute returns over the period. Selected Australian stocks held back gains. Artificial intelligence services provider Appen declined as its outlook for 2021 disappointed. Conversely, shipbuilder Hyundai Mipo Dockyard and logistics company SITC International added value amid rising demand for container services and high shipping freight rates. I bought a position in online local services platform Meituan and South Korea-based internet services provider Naver, which stand to benefit from the structural shift towards online transactions. I remain mindful of regulatory pressures on Chinese internet holdings and reduced the exposure to Tencent. Instead, I bought a position in Tencent Music, the leading online music platform in China.

### Outlook

Inflation concerns returned to the fore recently, bringing fundamentals into focus, as investors realise that the liquidity surplus that has driven regional equities may not last forever. The trend of US-listed ADRs returning home via a dual-listing in Hong Kong continues. This, combined with potential initial public offerings in the region, continues to widen the investment universe.

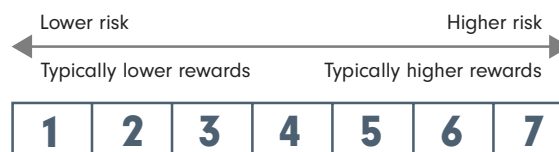
Polly Kwan  
Fund Manager  
30 June 2021

## Risk and Reward Indicator

SRRI

Accumulation Shares

5



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

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

**Comparative Performance Table**

	<b>Accumulation Shares</b>		
	<b>2021</b>	<b>2020</b>	<b>2019</b>
Change in net assets (pence per share)	628.11	611.36	577.79
Opening net asset value per share	116.27	22.47	38.65
Return before operating charges*	(6.46)	(5.72)	(5.08)
Operating charges	109.81	16.75	33.57
Return after operating charges*	(6.42)	(8.32)	(11.90)
Distributions	6.42	8.32	11.90
Retained distributions on accumulation shares	<b>737.92</b>	<b>628.11</b>	<b>611.36</b>
Closing net asset value per share	1.60	0.95	0.69
*after direct transaction costs of			
<b>Performance</b>			
Return after charges	17.5%	2.7%	5.8%
<b>Other information</b>			
Closing net asset value (£'000)	143,438	170,663	163,854
Closing number of shares	19,438,225	27,170,914	26,801,472
Operating charges	0.92%	0.95%	0.90%
Direct transaction costs	0.23%	0.16%	0.12%
<b>Prices (pence per share)</b>			
Highest share price	791.00	650.80	611.80
Lowest share price	623.60	514.50	508.30

# South East Asia Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		24,791		3,839
Revenue	5	3,444		4,006	
Expenses	6	(1,521)		(1,462)	
Interest payable and similar charges	8	(2)		(3)	
Net revenue/(expense) before taxation		1,921		2,541	
Taxation	7	(703)		(576)	
Net revenue/(expense) after taxation			1,218		1,965
<b>Total return before distributions</b>			26,009		5,804
Distributions	8		(1,557)		(2,205)
<b>Change in net assets attributable to shareholders from investment activities</b>			24,452		3,599

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>			170,663		163,854
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		29,974		22,033	
Amounts payable on cancellation of shares		(83,076)		(21,133)	
			(53,102)		900
Swing price adjustment			178		49
Change in net assets attributable to shareholders from investment activities (see above)			24,452		3,599
Retained distribution on accumulation shares	8		1,247		2,261
<b>Closing net assets attributable to shareholders</b>			143,438		170,663

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			142,265		168,921
<b>Current assets:</b>					
Debtors	9	1,705		1,081	
Cash and bank balances		3,055		1,469	
Total other assets			4,760		2,550
<b>Total assets</b>			147,025		171,471
<b>Liabilities:</b>					
Creditors					
Other creditors	10	(3,587)		(808)	
Total other liabilities			(3,587)		(808)
<b>Total liabilities</b>			(3,587)		(808)
<b>Net assets attributable to shareholders</b>			143,438		170,663

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	25,170	4,177
Other currency gains/(losses)	(354)	(295)
Transaction charges	(25)	(43)
Net capital gains/(losses)	<u>24,791</u>	<u>3,839</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	1	17
Overseas dividends	3,274	3,742
Overseas property income distributions	136	225
Overseas scrip dividends	31	12
Bank interest	2	10
Total revenue	<u>3,444</u>	<u>4,006</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,340	1,265
Service charges	84	79
Foreign exchange administration fees	5	9
	<u>1,429</u>	<u>1,353</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	17	16
Custody fees	47	43
	<u>64</u>	<u>59</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	18	42
	<u>28</u>	<u>50</u>
Total expenses	<u>1,521</u>	<u>1,462</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	333	324
Overseas capital gains tax	370	252
Total current taxation	<u>703</u>	<u>576</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>1,921</u>	<u>2,541</u>



## Notes to the Financial Statements

Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	384	508
Effects of:		
Increase/(decrease) in unutilised management expenses	278	244
Overseas capital gains tax	370	252
Overseas tax expensed	(1)	(1)
Overseas taxation	333	324
Revenue not included for tax purposes	(661)	(751)
	<u>703</u>	<u>576</u>
Current tax charge/(credit)		

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £4,050,000 (2020: £3,772,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	1,247	2,261
Add: Revenue deducted on cancellation of shares	454	129
Deduct: Revenue received on issue of shares	(144)	(185)
Net distributions for the year	<u>1,557</u>	<u>2,205</u>
<b>Interest/other</b>		
Interest	2	3
Total finance costs	<u>1,559</u>	<u>2,208</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	1,218	1,965
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(31)	(12)
Overseas capital gains tax	370	252
	<u>1,557</u>	<u>2,205</u>

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

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	203	7
Sales awaiting settlement	165	248
Sales of currency awaiting settlement	1,016	295
Accrued revenue	304	531
Overseas tax recoverable	17	-
Total debtors	<u>1,705</u>	<u>1,081</u>

### 10 Other creditors

	30/06/21 £'000	30/06/20 £'000
Purchases awaiting settlement	1,949	-
Purchases of currency awaiting settlement	1,016	296
Accrued expenses	149	156
Foreign capital gains tax payable	473	270
Amounts payable for cancellation of shares	-	86
Total other creditors	<u>3,587</u>	<u>808</u>

Notes to the Financial Statements

11 Financial instruments exposure

Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
30/06/21	£'000	£'000	£'000	£'000
Australian Dollar	16,226	-	65	16,291
Chinese Yuan Renminbi	11,187	2,517	6	13,710
Euro	16	-	-	16
UK Pound	-	-	(420)	(420)
Hong Kong Dollar	53,700	-	(1,396)	52,304
Indonesian Rupiah	1,337	-	-	1,337
Indian Rupee	12,730	505	(388)	12,847
Korean Won	19,112	2	33	19,147
Philippine Peso	1,777	-	-	1,777
Singapore Dollar	3,698	-	-	3,698
Thai Baht	2,232	-	-	2,232
Taiwan Dollar	15,101	2	63	15,166
US Dollar	5,149	29	155	5,333
<b>Total</b>	<b>142,265</b>	<b>3,055</b>	<b>(1,882)</b>	<b>143,438</b>
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	28,302	-	21	28,323
Chinese Yuan Renminbi	9,403	486	25	9,914
Euro	17	-	-	17
UK Pound	9	-	(421)	(412)
Hong Kong Dollar	59,312	-	377	59,689
Indonesian Rupiah	1,878	-	-	1,878
Indian Rupee	13,078	21	11	13,110
Korean Won	12,588	7	46	12,641
New Zealand Dollar	859	-	-	859
Philippine Peso	1,689	-	13	1,702
Singapore Dollar	5,332	50	-	5,382
Thai Baht	456	-	-	456
Taiwan Dollar	18,266	25	72	18,363
US Dollar	17,732	880	129	18,741
<b>Total</b>	<b>168,921</b>	<b>1,469</b>	<b>273</b>	<b>170,663</b>

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

Interest rate risk profile

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

Fair value of financial assets and financial liabilities

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

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 1.00% rise or fall in the fund's market value (2020: 1.00%).

Other price risk

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

Equity derivatives

At the year end the fund holds no equity derivatives (2020: same).

Notes to the Financial Statements

12 Portfolio transaction costs

30/06/21

Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	105,388	71	0.07	61	0.06
Corporate actions	<u>1</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>105,389</u>	<u>71</u>		<u>61</u>	

Total including transaction costs

105,521

Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	<u>153,428</u>	<u>76</u>	0.05	<u>175</u>	0.11
Total	<u>153,428</u>	<u>76</u>		<u>175</u>	

Total including transaction costs

153,177

Total as a percentage of average net assets\*

0.09 %

0.14 %

30/06/20

Analysis of total purchases costs

	Purchases	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	82,285	73	0.09	39	0.05
Corporate actions	<u>35</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>82,320</u>	<u>73</u>		<u>39</u>	

Total including transaction costs

82,432

Analysis of total sales costs

	Sales	Commissions		Taxes	
	£'000	£'000	%	£'000	%
Equity	80,905	47	0.06	91	0.11
Corporate actions	<u>20</u>	<u>-</u>	-	<u>-</u>	-
Total	<u>80,925</u>	<u>47</u>		<u>91</u>	

Total including transaction costs

80,787

Total as a percentage of average net assets

0.08 %

0.08 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.14% (2020: 0.14%).

Notes to the Financial Statements

13 Basis of valuation

	30/06/21 £'000	30/06/21 £'000	30/06/20 £'000	30/06/20 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	141,932	-	164,891	-
Level 2: Observable market data	65	-	3,886	-
Level 3: Unobservable data*	268	-	144	-
	<u>142,265</u>	<u>-</u>	<u>168,921</u>	<u>-</u>

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

14 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	27,170,914	4,210,463	(11,943,152)	19,438,225

15 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £118,000 (2020: £117,000) are included within accrued expenses in Note 10.

16 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

17 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	737.92	699.89	(5.15)

## Distribution Statement

for the year ended 30 June 2021

Accumulation Shares - final distribution No. 24 in pence per share

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	6.4167	-	6.4167	8.3226
Group 2	3.1114	3.3053	6.4167	8.3226

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) debt instruments such as UK and overseas government and corporate bonds as well as high yield debt instruments (those with a rating of BB+/Ba1 or less from an internationally recognised rating agency) and emerging market debt.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager may, when selecting investments for the fund and for the purposes of monitoring risk, consider a blend of 50% ICE Bank of America Merrill Lynch 15+ Year UK Gilt Index and 50% ICE Bank of America Merrill Lynch 15+ Year Sterling Non-Gilt Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the blended index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted negative returns as core government bond yields rose over the period given the momentum in reflation trade since the fourth quarter of 2020. However, the recent change in narrative by the US Federal Reserve with regards to inflation made investors reconsider reflation expectations. Credit exposure supported returns, with holdings in Hyundai Capital America and Pension Insurance adding notable value. We maintained a cautious stance towards credit. While there was no real change in our positioning, we participated in new issues of UBS, Goldman Sachs, BNP Paribas and Bank of America. We took profits in Lloyds and AT&T.

### Outlook

There is a tide of liquidity supporting the credit market, but generating sizeable alpha is becoming difficult. The fall in yields in recent months makes us believe that yields are now nearing the lower end of the range, especially given concerns over tapering. Therefore, we are running the portfolio with a small underweight duration position.

Ian Fishwick, Kris Atkinson & Sajiv Vaid  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

	SRRI
Accumulation Shares	5
Income Shares	5
Monthly Accumulation Shares	5



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

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

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2021	2020	2019	2021	2020	2019
Change in net assets (pence per share)						
Opening net asset value per share	180.54	160.57	151.57	311.97	271.40	250.78
Return before operating charges*	(3.39)	24.74	13.08	(6.01)	42.01	21.85
Operating charges	(0.87)	(0.85)	(0.74)	(1.51)	(1.44)	(1.23)
Return after operating charges*	(4.26)	23.89	12.34	(7.52)	40.57	20.62
Distributions	(3.88)	(3.92)	(3.34)	(6.75)	(6.67)	(5.55)
Retained distributions on accumulation shares	-	-	-	6.75	6.67	5.55
Closing net asset value per share	<u>172.40</u>	<u>180.54</u>	<u>160.57</u>	<u>304.45</u>	<u>311.97</u>	<u>271.40</u>
*after direct transaction costs of	0.01	0.02	0.02	0.01	0.02	0.02
<b>Performance</b>						
Return after charges	(2.4%)	13.6%	8.1%	(2.4%)	15.0%	8.2%
<b>Other information</b>						
Closing net asset value (£'000)	521	615	802	39,634	39,127	36,017
Closing number of shares	302,233	340,646	499,312	13,018,171	12,541,870	13,270,939
Operating charges	0.49%	0.49%	0.49%	0.49%	0.49%	0.49%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	190.60	189.90	163.70	329.40	324.50	273.80
Lowest share price	165.00	148.70	144.90	288.20	254.10	239.70
	<b>Monthly Accumulation Shares</b>					
	<b>2021</b>	<b>2020</b>	<b>2019</b>			
Change in net assets (pence per share)						
Opening net asset value per share	1,534.24	1,334.68	1,233.21			
Return before operating charges*	(29.55)	206.66	107.57			
Operating charges	(7.44)	(7.10)	(6.10)			
Return after operating charges*	(36.99)	199.56	101.47			
Distributions	(33.18)	(32.79)	(27.31)			
Retained distributions on accumulation shares	33.18	32.79	27.31			
Closing net asset value per share	<u>1,497.25</u>	<u>1,534.24</u>	<u>1,334.68</u>			
*after direct transaction costs of	0.01	0.02	0.02			
<b>Performance</b>						
Return after charges	(2.4%)	15.0%	8.2%			
<b>Other information</b>						
Closing net asset value (£'000)	79,296	77,238	71,743			
Closing number of shares	5,296,103	5,034,269	5,375,301			
Operating charges	0.49%	0.49%	0.49%			
Direct transaction costs	0%	0%	0%			
<b>Prices (pence per share)</b>						
Highest share price	1,620.00	1,596.00	1,346.00			
Lowest share price	1,417.00	1,249.00	1,179.00			

# Sterling Core Plus Bond Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(5,466)		13,672
Revenue	5	3,664		3,718	
Expenses	6	(575)		(554)	
Interest payable and similar charges	8	(508)		(584)	
Net revenue/(expense) before taxation		2,581		2,580	
Taxation	7	-		-	
Net revenue/(expense) after taxation			2,581		2,580
<b>Total return before distributions</b>			(2,885)		16,252
Distributions	8		(2,581)		(2,580)
<b>Change in net assets attributable to shareholders from investment activities</b>			(5,466)		13,672

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	30/06/21		30/06/20	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		116,980		108,562
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares		11,107		13,653
Amounts payable on cancellation of shares		(5,790)		(21,553)
		5,317		(7,900)
Swing price adjustment		49		97
Change in net assets attributable to shareholders from investment activities (see above)		(5,466)		13,672
Retained distribution on accumulation shares		2,571		2,549
<b>Closing net assets attributable to shareholders</b>		119,451		116,980

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			120,221		121,920
<b>Current assets:</b>					
Debtors	9	1,817		1,250	
Cash and bank balances	10	3,281		2,032	
Total other assets			5,098		3,282
<b>Total assets</b>			125,319		125,202
<b>Liabilities:</b>					
Investment liabilities			(4,043)		(7,292)
Creditors					
Distribution payable		(6)		(7)	
Other creditors	11	(1,819)		(923)	
Total other liabilities			(1,825)		(930)
<b>Total liabilities</b>			(5,868)		(8,222)
<b>Net assets attributable to shareholders</b>			119,451		116,980



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	(4,998)	11,106
Gains/(losses) on derivative contracts	(2,216)	3,125
Gains/(losses) on forward currency contracts	1,777	(514)
Other currency gains/(losses)	(26)	(39)
Transaction charges	(3)	(6)
	<u>(5,466)</u>	<u>13,672</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	2,984	3,191
Derivative revenue	680	526
Bank interest	-	1
	<u>3,664</u>	<u>3,718</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	473	456
Service charges	59	57
Foreign exchange administration fees	1	2
	<u>533</u>	<u>515</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	14	14
Custody fees	5	6
	<u>19</u>	<u>20</u>
Other expenses:		
Audit fee	11	10
Other operating expenses	12	9
	<u>23</u>	<u>19</u>
Total expenses	<u>575</u>	<u>554</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>2,581</u>	<u>2,580</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	516	516
Effects of:		
Interest distributions	<u>(516)</u>	<u>(516)</u>
Current tax charge/(credit)	<u>-</u>	<u>-</u>

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

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

## Notes to the Financial Statements

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	6	7
Interim	6	6
<b>Accumulation Shares</b>		
Final	422	449
Interim	445	410
<b>Monthly Accumulation Shares</b>		
Final	141	139
Interim	1,563	1,551
	<u>2,583</u>	<u>2,562</u>
Add: Revenue deducted on cancellation of shares	17	44
Deduct: Revenue received on issue of shares	(19)	(26)
Net distributions for the year	<u>2,581</u>	<u>2,580</u>
<b>Interest/other</b>		
Swap expenses	470	510
FX Hedging Expense	-	16
Currency amortisation	-	29
Interest	1	1
Derivative expense	37	28
	<u>508</u>	<u>584</u>
Total finance costs	<u><u>3,089</u></u>	<u><u>3,164</u></u>
Details of the distributions per share are set out in the Distribution Statement.		

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	2	1
Sales of currency awaiting settlement	640	-
Accrued revenue	1,175	1,249
	<u>1,817</u>	<u>1,250</u>
Total debtors	<u><u>1,817</u></u>	<u><u>1,250</u></u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	3,045	1,493
Cash and bank balances	236	539
	<u>3,281</u>	<u>2,032</u>
Total cash and bank balances	<u><u>3,281</u></u>	<u><u>2,032</u></u>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	-	1
Purchases awaiting settlement	973	732
Purchases of currency awaiting settlement	637	-
Accrued expenses	64	62
Amounts payable on closure of derivative contract	145	128
	<u>1,819</u>	<u>923</u>
Total other creditors	<u><u>1,819</u></u>	<u><u>923</u></u>

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures	Monetary exposures	Monetary exposures	Total exposure
	Investments	Cash balances	Debtors/(Creditors)	
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	(445)	-	27	(418)
Canadian Dollar	(139)	(138)	15	(262)
Swiss Franc	24	5	5	34
Euro	6,882	10	48	6,940
UK Pound	99,727	3,392	(130)	102,989
Japanese Yen	(35)	-	(3)	(38)
New Zealand Dollar	182	6	(20)	168
Swedish Krona	16	-	5	21
US Dollar	9,966	6	45	10,017
<b>Total</b>	<b>116,178</b>	<b>3,281</b>	<b>(8)</b>	<b>119,451</b>
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	60	1	5	66
Canadian Dollar	-	1	-	1
Swiss Franc	282	41	13	336
Euro	5,836	14	70	5,920
UK Pound	98,160	1,951	347	100,458
Japanese Yen	(8)	-	-	(8)
New Zealand Dollar	(533)	9	(29)	(553)
Swedish Krona	(11)	-	1	(10)
US Dollar	10,842	15	(87)	10,770
<b>Total</b>	<b>114,628</b>	<b>2,032</b>	<b>320</b>	<b>116,980</b>

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no	Total assets
			interest is paid	
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	-	31	31
Canadian Dollar	-	61	17	78
Swiss Franc	5	24	5	34
Euro	185	6,997	781	7,963
UK Pound	5,278	96,485	2,375	104,138
New Zealand Dollar	487	-	12	499
Swedish Krona	-	16	5	21
US Dollar	745	11,233	577	12,555
<b>Total</b>	<b>6,700</b>	<b>114,816</b>	<b>3,803</b>	<b>125,319</b>
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	1	60	5	66
Canadian Dollar	1	-	-	1
Swiss Franc	41	290	13	344
Euro	259	6,667	125	7,051
UK Pound	3,523	96,747	1,017	101,287
Japanese Yen	4	-	-	4
New Zealand Dollar	9	-	38	47
Swedish Krona	-	2	1	3
US Dollar	662	15,529	208	16,399
<b>Total</b>	<b>4,500</b>	<b>119,295</b>	<b>1,407</b>	<b>125,202</b>

Notes to the Financial Statements

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>		Total liabilities <sup>^</sup>
30/06/21	£'000	£'000	£'000	£'000	£'000
Australian Dollar	-	428	21		449
Canadian Dollar	138	199	3		340
Euro	315	-	708		1,023
UK Pound <sup>^</sup>	(145)	252	120,493		120,600
Japanese Yen	35	-	3		38
New Zealand Dollar	129	172	30		331
US Dollar	2,360	-	178		2,538
<b>Total</b>	<b>2,832</b>	<b>1,051</b>	<b>121,436</b>		<b>125,319</b>
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>		<b>£'000</b>
Swiss Franc	-	-	8		8
Euro	750	-	381		1,131
UK Pound <sup>^</sup>	231	-	117,578		117,809
Japanese Yen	-	12	-		12
New Zealand Dollar	571	-	29		600
Swedish Krona	-	13	-		13
US Dollar	5,153	-	476		5,629
<b>Total</b>	<b>6,705</b>	<b>25</b>	<b>118,472</b>		<b>125,202</b>

<sup>^</sup> Includes £119,451,000 in respect of the fund's liability to redeem all shares (2020: £116,980,000).

**Fair value of financial assets and financial liabilities**

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

**Market value sensitivity analysis**

**Currency risk**

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2020: 0.00%).

**Interest rate risk**

A rise or fall of 1% in global interest rates is likely to result in a 17.62% fall or rise in the fund's market value (2020: 18.37%).

**Credit rating risk**

As at the year end 5.36% (2020: 7.24%) of the fund's market value was invested in securities rated as below investment grade, additionally 3.81% (2020: 5.41%) of the fund's market value was invested into securities for which no rating was available at the year end.

**Other price risk**

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

**Analysis of derivatives exposure**

Value-at-Risk (VaR) analysis assesses potential losses for a given statistical confidence level and a specified time horizon. The company uses a 99% confidence level and a 20 trading day (approx. 1 calendar month) time horizon for its analysis. The model employed is based on a Monte Carlo simulation of market risk factors to simulate the expected changes to the valuation of individual assets held in a fund. The sum of these simulations provides the basis for the estimation process at fund level. The reliability of VaR analysis can be negatively affected by significant changes to the volatility of market risk factors as well as the deviation of actual market prices from those derived in the simulation framework. For this fund the lowest, the highest and the average % of limit of the value-at-risk limit calculated during the financial year are 34.90% (2020: 39.20%), 46.25% (2020: 52.66%) and 39.70% (2020: 48.30%) respectively. The model and inputs used for the VaR calculation are the Monte Carlo Simulation model with 5,000 simulations, 99% confidence level and 20 days holding period. Additionally as this fund is an Absolute VaR fund the reference portfolio is not used as part of limit.

**13 Portfolio transaction costs**

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	45,500	-	-	-	-
Total	45,500	-	-	-	-
Total including transaction costs	45,500	-	-	-	-

## Notes to the Financial Statements

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	38,196	-	-	-	-
Corporate actions	194	-	-	-	-
Total	<u>38,390</u>	-		-	
Total including transaction costs	<u><u>38,390</u></u>				

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

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	62,411	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>62,411</u>	2		-	
Total including transaction costs	<u><u>62,413</u></u>				

	Sales	Commissions		Taxes	
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	65,723	-	-	-	-
Corporate actions	37	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>65,760</u>	2		-	
Total including transaction costs	<u><u>65,758</u></u>				

Total as a percentage of average net assets 0.00 % 0.00 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.76% (2020: 1.00%).

### 14 Basis of valuation

	30/06/21 £'000	30/06/21 £'000	30/06/20 £'000	30/06/20 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	39,865	(91)	35,260	(151)
Level 2: Observable market data	80,356	(3,952)	86,660	(7,141)
Level 3: Unobservable data	-	-	-	-
	<u><u>120,221</u></u>	<u><u>(4,043)</u></u>	<u><u>121,920</u></u>	<u><u>(7,292)</u></u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	12,541,870	918,129	(441,828)	13,018,171
Income Shares	340,646	43,122	(81,535)	302,233
Monthly Accumulation Shares	5,034,269	547,315	(285,481)	5,296,103

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £45,000 (2020: £44,000) are included within accrued expenses in Note 11.

Notes to the Financial Statements

17 Counterparty details of financial derivative transactions  
30/06/21

Broker	Currency	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral -	Collateral -	Grand Total £'000
	Contracts £'000					Stock £'000	Cash £'000	
Barclays	(15)	-	-	-	-	-	-	(15)
BBH	4	-	-	-	-	-	-	4
BNP Paribas	4	-	-	-	-	-	-	4
Goldman Sachs	-	-	-	(118)	-	-	-	(118)
HSBC Global Markets	(44)	-	-	-	-	-	-	(44)
JP Morgan	20	-	-	-	-	-	-	20
Morgan Stanley	(1)	-	-	(2,547)	-	1,767	2,763	1,982
State Street	65	-	-	-	-	-	-	65
UBS	-	-	481	(91)	-	-	282	672
Total	<u>33</u>	<u>-</u>	<u>481</u>	<u>(2,756)</u>	<u>-</u>	<u>1,767</u>	<u>3,045</u>	<u>2,570</u>

Broker	Currency	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral -	Collateral -	Grand Total £'000
	Contracts £'000					Stock £'000	Cash £'000	
Bank of America	37	-	-	-	-	-	-	37
BNP Paribas	(26)	-	-	-	-	-	-	(26)
CIBC	(278)	-	-	-	-	-	-	(278)
Citibank	(8)	-	-	-	-	-	-	(8)
Citigroup Global Markets	-	-	-	1,820	-	-	-	1,820
Deutsche Bank	-	-	-	(209)	-	-	-	(209)
Goldman Sachs	-	-	-	(2,420)	-	-	-	(2,420)
HSBC Global Markets	8	-	-	-	-	-	-	8
JP Morgan	(82)	-	-	1,793	-	-	-	1,711
Morgan Stanley	-	-	-	(1,093)	-	1,827	406	1,140
National Australia Bank	3	-	-	-	-	-	-	3
UBS	-	-	(65)	(149)	-	-	1,087	873
Total	<u>(346)</u>	<u>-</u>	<u>(65)</u>	<u>(258)</u>	<u>-</u>	<u>1,827</u>	<u>1,493</u>	<u>2,651</u>

18 Shareholders' funds

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

Income Shares : 0.40%

Accumulation Shares : 0.40%

Monthly Accumulation Shares : 0.40%

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

19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Income Shares	172.40	182.59	5.91
Accumulation Shares	304.45	322.50	5.93
Monthly Accumulation Shares	1,497.25	1,585.89	5.92

# Sterling Core Plus Bond Fund

## Distribution Statement

for the year ended 30 June 2021

**Income Shares - final distribution No. 30 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/21	Amount distributed 31/08/20
Group 1	1.8575	-	1.8575	2.0945
Group 2	0.9470	0.9105	1.8575	2.0945

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

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 28/02/21	Amount distributed 29/02/20
Group 1	2.0259	-	2.0259	1.8284
Group 2	1.1139	0.9120	2.0259	1.8284

**Accumulation Shares - final distribution No. 30 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	3.2444	-	3.2444	3.5783
Group 2	1.7758	1.4686	3.2444	3.5783

**Accumulation Shares - interim distribution No. 29 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 28/02/21	Amount accumulated 29/02/20
Group 1	3.5016	-	3.5016	3.0899
Group 2	2.0753	1.4263	3.5016	3.0899

**Monthly Accumulation Shares - final distribution No. 68 in pence per share**

Group 1 - Shares purchased on or before 31 May 2021.

Group 2 - Shares purchased from 1 June 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 18/08/21	Amount accumulated 18/08/20
Group 1	2.6624	-	2.6624	2.7708
Group 2	2.2442	0.4182	2.6624	2.7708

**Monthly Accumulation Shares - interim distributions in pence per share**

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

All other holdings are classified as Group 1 shares.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 2020/2021	Amount accumulated 2019/2020
Group 1				
Distribution No. 57	2.4660	-	2.4660	2.3704
Distribution No. 58	2.8976	-	2.8976	2.2131
Distribution No. 59	3.0764	-	3.0764	1.9903
Distribution No. 60	2.7919	-	2.7919	2.4792
Distribution No. 61	2.7742	-	2.7742	3.0217
Distribution No. 62	3.2147	-	3.2147	3.1209
Distribution No. 63	2.9119	-	2.9119	3.2212

# Sterling Core Plus Bond Fund

## Distribution Statement

Distribution No. 64	2.6489	-	2.6489	-
Distribution No. 65	2.6418	-	2.6418	3.0073
Distribution No. 66	2.4792	-	2.4792	2.7598
Distribution No. 67 Group 2	2.6111	-	2.6111	2.9806
Distribution No. 57	0.4641	2.0019	2.4660	2.3704
Distribution No. 58	0.3264	2.5712	2.8976	2.2131
Distribution No. 59	0.0152	3.0612	3.0764	1.9903
Distribution No. 60	-	2.7919	2.7919	2.4792
Distribution No. 61	0.0002	2.7740	2.7742	3.0217
Distribution No. 62	-	3.2147	3.2147	3.1209
Distribution No. 63	-	2.9119	2.9119	3.2212
Distribution No. 64	1.8706	0.7783	2.6489	-
Distribution No. 65	-	2.6418	2.6418	3.0073
Distribution No. 66	0.0002	2.4790	2.4792	2.7598
Distribution No. 67	-	2.6111	2.6111	2.9806



## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments. The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the ICE Bank of America Merrill Lynch Euro-Sterling Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted positive returns over the period, with credit exposure supporting returns as credit spreads tightened. Positions in General Electric and EDF were among the notable contributors to performance. The holding in Intu also added value as its bonds rallied amid an improvement in UK retail sales. Gains were partially offset by interest rate risk exposure as core government bond yields rose over the period. We maintain a cautious stance towards credit. While there was no real change in our positioning, we participated in the new issues of UBS, Goldman Sachs, Hammerson, Enel and Nestle. We took profits in Abbvie and National Express.

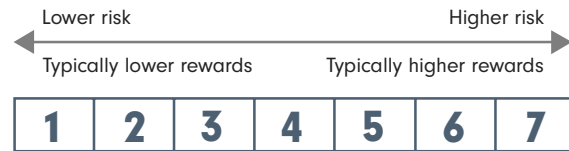
### Outlook

There is a tide of liquidity supporting the credit market, but generating sizeable alpha is becoming difficult. The fall in yields in recent months makes us believe that yields are now nearing the lower end of the range, especially given concerns over tapering. Therefore, we are running the portfolio with a small underweight duration position.

Ian Fishwick, Sajiv Vaid & Kris Atkinson  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

	SRRI
Accumulation Shares	4
Income Shares	4



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

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

## Comparative Performance Table

	Income Shares			Accumulation Shares		
	2021	2020	2019	2021	2020	2019
Change in net assets (pence per share)						
Opening net asset value per share	138.59	132.12	127.70	294.16	273.82	258.32
Return before operating charges*	5.12	10.37	8.14	10.88	21.56	16.63
Operating charges	(0.61)	(0.59)	(0.55)	(1.31)	(1.22)	(1.13)
Return after operating charges*	4.51	9.78	7.59	9.57	20.34	15.50
Distributions	(3.08)	(3.31)	(3.17)	(6.58)	(6.90)	(6.45)
Retained distributions on accumulation shares	-	-	-	6.58	6.90	6.45
Closing net asset value per share	<b>140.02</b>	<b>138.59</b>	<b>132.12</b>	<b>303.73</b>	<b>294.16</b>	<b>273.82</b>
*after direct transaction costs of	-	-	0.01	-	-	0.01
<b>Performance</b>						
Return after charges	3.3%	6.1%	5.9%	3.3%	7.4%	6.0%
<b>Other information</b>						
Closing net asset value (£'000)	231,544	192,686	205,209	74,019	143,605	146,662
Closing number of shares	165,368,744	139,037,252	155,318,837	24,369,629	48,818,682	53,561,102
Operating charges	0.43%	0.43%	0.43%	0.43%	0.43%	0.43%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	146.20	141.80	134.40	311.00	297.40	275.10
Lowest share price	137.90	125.00	125.90	294.60	262.10	255.50

# Sterling Corporate Bond Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		3,710		16,473
Revenue	5	9,502		11,477	
Expenses	6	(1,426)		(1,489)	
Interest payable and similar charges	8	(878)		(1,573)	
Net revenue/(expense) before taxation		7,198		8,415	
Taxation	7	-		-	
Net revenue/(expense) after taxation			7,198		8,415
<b>Total return before distributions</b>			10,908		24,888
Distributions	8		(7,198)		(8,415)
<b>Change in net assets attributable to shareholders from investment activities</b>			3,710		16,473

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	30/06/21		30/06/20	
	£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>		336,291		351,871
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares	125,564		46,269	
Amounts payable on cancellation of shares	(179,993)		(81,944)	
In specie creation of shares	17,475		-	
		(36,954)		(35,675)
Swing price adjustment		698		252
Change in net assets attributable to shareholders from investment activities (see above)		3,710		16,473
Retained distribution on accumulation shares		1,818		3,370
<b>Closing net assets attributable to shareholders</b>		305,563		336,291

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			321,610		335,867
<b>Current assets:</b>					
Debtors	9	5,257		4,561	
Cash and bank balances	10	5,868		4,637	
Total other assets			11,125		9,198
<b>Total assets</b>			332,735		345,065
<b>Liabilities:</b>					
Investment liabilities			(4,922)		(3,808)
Creditors					
Distribution payable		(2,499)		(2,347)	
Other creditors	11	(19,751)		(2,619)	
Total other liabilities			(22,250)		(4,966)
<b>Total liabilities</b>			(27,172)		(8,774)
<b>Net assets attributable to shareholders</b>			305,563		336,291

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	(1,835)	16,912
Gains/(losses) on derivative contracts	(989)	1,149
Gains/(losses) on forward currency contracts	7,688	(1,714)
Other currency gains/(losses)	(1,150)	133
Transaction charges	(4)	(7)
Net capital gains/(losses)	<u>3,710</u>	<u>16,473</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	9,088	10,893
Derivative revenue	414	580
Bank interest	-	4
Total revenue	<u>9,502</u>	<u>11,477</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,154	1,221
Service charges	165	174
Foreign exchange administration fees	2	2
	<u>1,321</u>	<u>1,397</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	35	36
Custody fees	17	20
	<u>52</u>	<u>56</u>
Other expenses:		
Audit fee	11	10
Other operating expenses	42	26
	<u>53</u>	<u>36</u>
Total expenses	<u>1,426</u>	<u>1,489</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>7,198</u>	<u>8,415</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	1,440	1,683
Effects of:		
Interest distributions	<u>(1,440)</u>	<u>(1,683)</u>
Current tax charge/(credit)	<u>-</u>	<u>-</u>

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

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

## Notes to the Financial Statements

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	2,499	2,347
Interim	2,489	2,697
<b>Accumulation Shares</b>		
Final	790	1,728
Interim	1,028	1,642
	<u>6,806</u>	<u>8,414</u>
Add: Revenue deducted on cancellation of shares	1,387	255
Deduct: Revenue received on issue of shares	(995)	(254)
Net distributions for the year	<u>7,198</u>	<u>8,415</u>
<b>Interest/other</b>		
Swap expenses	688	1,216
FX Hedging Expense	1	14
Currency amortisation	-	256
Interest	1	2
Derivative expense	188	85
	<u>878</u>	<u>1,573</u>
Total finance costs	<u><u>8,076</u></u>	<u><u>9,988</u></u>
Details of the distributions per share are set out in the Distribution Statement.		

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	295	652
Sales of currency awaiting settlement	1,833	-
Accrued revenue	3,129	3,909
Total debtors	<u><u>5,257</u></u>	<u><u>4,561</u></u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	5,085	2,959
Cash and bank balances	783	1,678
Total cash and bank balances	<u><u>5,868</u></u>	<u><u>4,637</u></u>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	15,049	227
Purchases awaiting settlement	2,629	2,174
Purchases of currency awaiting settlement	1,826	-
Accrued expenses	142	139
Amounts payable on closure of derivative contract	105	79
Total other creditors	<u><u>19,751</u></u>	<u><u>2,619</u></u>

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	(379)	-	38	(341)	
Canadian Dollar	(236)	(201)	20	(417)	
Swiss Franc	33	6	7	46	
Euro	23,273	3	70	23,346	
UK Pound	254,160	5,407	(17,462)	242,105	
Japanese Yen	(49)	-	(4)	(53)	
New Zealand Dollar	(212)	8	(32)	(236)	
Swedish Krona	22	-	6	28	
US Dollar	40,076	645	364	41,085	
<b>Total</b>	<b>316,688</b>	<b>5,868</b>	<b>(16,993)</b>	<b>305,563</b>	
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	340	-	14	354	
Canadian Dollar	-	1	-	1	
Swiss Franc	425	10	25	460	
Euro	18,056	1	167	18,224	
UK Pound	257,327	4,618	(649)	261,296	
Japanese Yen	(22)	-	-	(22)	
New Zealand Dollar	(932)	6	(36)	(962)	
Swedish Krona	(16)	-	2	(14)	
US Dollar	56,881	1	72	56,954	
<b>Total</b>	<b>332,059</b>	<b>4,637</b>	<b>(405)</b>	<b>336,291</b>	

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid		Total assets
			£'000	£'000	
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	158	48	206	
Canadian Dollar	(201)	71	20	(110)	
Swiss Franc	6	33	7	46	
Euro	533	23,739	3,903	28,175	
UK Pound	13,033	244,046	4,724	261,803	
New Zealand Dollar	448	-	14	462	
Swedish Krona	-	22	6	28	
US Dollar	858	40,686	581	42,125	
<b>Total</b>	<b>14,677</b>	<b>308,755</b>	<b>9,303</b>	<b>332,735</b>	
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	340	14	354	
Canadian Dollar	1	-	-	1	
Swiss Franc	10	427	25	462	
Euro	755	19,381	238	20,374	
UK Pound	12,235	241,550	11,816	265,601	
Japanese Yen	5	-	-	5	
New Zealand Dollar	6	-	62	68	
Swedish Krona	-	1	2	3	
US Dollar	1	57,474	722	58,197	
<b>Total</b>	<b>13,013</b>	<b>319,173</b>	<b>12,879</b>	<b>345,065</b>	

## Notes to the Financial Statements

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
30/06/21	£'000	£'000	£'000	£'000
Australian Dollar	-	518	29	547
Canadian Dollar	-	303	4	307
Euro	231	853	3,745	4,829
UK Pound <sup>^</sup>	-	1,168	324,093	325,261
Japanese Yen	49	-	4	53
New Zealand Dollar	406	245	47	698
US Dollar	57	-	983	1,040
<b>Total</b>	<b>743</b>	<b>3,087</b>	<b>328,905</b>	<b>332,735</b>
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	-	2	-	2
Euro	737	327	1,086	2,150
UK Pound <sup>^</sup>	-	-	340,596	340,596
Japanese Yen	-	27	-	27
New Zealand Dollar	994	-	36	1,030
Swedish Krona	-	17	-	17
US Dollar	-	-	1,243	1,243
<b>Total</b>	<b>1,731</b>	<b>373</b>	<b>342,961</b>	<b>345,065</b>

<sup>^</sup> Includes £304,428,000 in respect of the fund's liability to redeem all shares (2020: £336,291,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.02% rise or fall in the fund's market value (2020: 0.02%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 7.73% fall or rise in the fund's market value (2020: 8.04%).

#### Credit rating risk

As at the year end 4.32% (2020: 6.83%) of the fund's market value was invested in securities rated as below investment grade, additionally 6.92% (2020: 7.94%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Interest rate swaps exposure

The fund invests into interest rate swaps to manage interest rate exposure. A 1% percent change in interest rates would lead to a change representing 0.54% of the fund's market value (2020: the fund held no interest rate swaps that could impact it significantly).

#### Credit default swaps exposure

At the year end the fund holds no credit default swaps that could impact it significantly (2020: same).

#### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 2.12% of the fund's market value.

#### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 47.33% (2020: 24.51%).

## Notes to the Financial Statements

### 13 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	192,929	-	-	-	-
Derivative	-	1	-	-	-
Total	<u>192,929</u>	<u>1</u>		-	
Total including transaction costs	<u>192,930</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	192,801	-	-	-	-
Corporate actions	4,790	-	-	-	-
Derivative	-	2	-	-	-
Total	<u>197,591</u>	<u>2</u>		-	
Total including transaction costs	<u>197,589</u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	204,846	-	-	-	-
Derivative	-	5	-	-	-
Total	<u>204,846</u>	<u>5</u>		-	
Total including transaction costs	<u>204,851</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	233,688	-	-	-	-
Corporate actions	537	-	-	-	-
Derivative	-	5	-	-	-
Total	<u>234,225</u>	<u>5</u>		-	
Total including transaction costs	<u>234,220</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.68% (2020: 0.92%).

### 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	36,177	(934)	18,601	(278)
Level 2: Observable market data	285,433	(3,988)	317,266	(3,530)
Level 3: Unobservable data	-	-	-	-
	<u>321,610</u>	<u>(4,922)</u>	<u>335,867</u>	<u>(3,808)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	48,818,682	1,264,721	(25,713,774)	24,369,629
Income Shares	139,037,252	98,525,833	(72,194,341)	165,368,744



## Notes to the Financial Statements

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £107,000 (2020: £111,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/21

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Bank of America	18	-	-	-	-	-	-	18
Barclays	(47)	-	-	-	-	-	-	(47)
BNP Paribas	3	-	-	-	-	-	-	3
Goldman Sachs	-	-	-	(16)	-	-	-	(16)
HSBC Global Markets	(36)	-	-	-	-	-	-	(36)
JP Morgan	3	-	-	(59)	-	-	-	(56)
Morgan Stanley	(4)	-	-	(2,631)	-	1,613	2,841	1,819
State Street	208	-	-	-	-	-	-	208
UBS	-	-	(532)	(123)	-	-	2,244	1,589
<b>Total</b>	<b>145</b>	<b>-</b>	<b>(532)</b>	<b>(2,829)</b>	<b>-</b>	<b>1,613</b>	<b>5,085</b>	<b>3,482</b>

30/06/20

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Bank of America	62	-	-	-	-	-	-	62
BNP Paribas	(12)	-	-	-	-	-	-	(12)
Citibank	(30)	-	-	-	-	-	-	(30)
Citigroup Global Markets	-	-	-	(413)	-	-	-	(413)
Deutsche Bank	-	-	-	210	-	-	-	210
JP Morgan	(445)	-	-	-	-	-	-	(445)
Morgan Stanley	-	-	-	355	-	1,984	114	2,453
National Australia Bank	(4)	-	-	-	-	-	-	(4)
Societe Generale	(26)	-	-	-	-	-	-	(26)
State Street	(847)	-	-	-	-	-	-	(847)
UBS	-	-	(102)	(218)	-	-	2,845	2,525
<b>Total</b>	<b>(1,302)</b>	<b>-</b>	<b>(102)</b>	<b>(66)</b>	<b>-</b>	<b>1,984</b>	<b>2,959</b>	<b>3,473</b>

### 18 Shareholders' funds

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

Income Shares : 0.35%

Accumulation Shares : 0.35%

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

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Income Shares	140.02	143.19	2.26
Accumulation Shares	303.73	310.60	2.26

# Sterling Corporate Bond Fund

## Distribution Statement

for the year ended 30 June 2021

**Income Shares - final distribution No. 43 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/21	Amount distributed 31/08/20
Group 1	1.5114	-	1.5114	1.6883
Group 2	0.7621	0.7493	1.5114	1.6883

**Income Shares - interim distribution No. 42 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 28/02/21	Amount distributed 29/02/20
Group 1	1.5733	-	1.5733	1.6202
Group 2	0.5560	1.0173	1.5733	1.6202

**Accumulation Shares - final distribution No. 37 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	3.2424	-	3.2424	3.5400
Group 2	1.4428	1.7996	3.2424	3.5400

**Accumulation Shares - interim distribution No. 36 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 28/02/21	Amount accumulated 29/02/20
Group 1	3.3397	-	3.3397	3.3574
Group 2	1.5072	1.8325	3.3397	3.3574

## Fund Manager's Review

### Investment Objective and Policy

The fund aims to deliver an income with the potential to increase the value of your investment.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) investment grade debt instruments.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider a blend of 50% iBoxx Sterling Non-Gilt Index and 50% iBoxx Sterling Gilts Index. However, the Investment Manager has a wide degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund's investments and therefore performance may vary significantly from the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

### Performance and Portfolio Activity

The fund posted negative returns as core government bond yields rose over the period given the momentum in reflation trade since the fourth quarter of 2020. However, the recent change in narrative by the US Federal Reserve with regards to inflation has made investors reconsider reflation expectations. Credit exposure supported returns, with favourable selection in Hyundai Capital America and Pension Insurance among the notable contributors to performance. We maintain a cautious stance towards credit. While there was no real change in our positioning during the period, we participated in new issues of UBS, Goldman Sachs, Hammerson, Enel and Nestle. We took profits in High Speed Rail and AT&T.

### Outlook

There is a tide of liquidity supporting the credit market, but generating sizeable alpha is becoming difficult. The fall in yields in recent months makes us believe that yields are now nearing the lower end of the range, especially given concerns over tapering. Therefore, we are running the portfolio with a small underweight duration position.

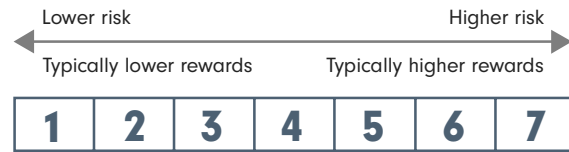
Ian Fishwick, Kris Atkinson & Sajiv Vaid  
Fund Managers  
30 June 2021

## Risk and Reward Indicator

SRRI

Accumulation Shares

4



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

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.

## Comparative Performance Table

	<b>Accumulation Shares</b>		
	<b>2021</b>	<b>2020</b>	<b>2019</b>
Change in net assets (pence per share)	241.89	220.90	208.22
Opening net asset value per share	(1.63)	21.96	13.58
Return before operating charges*	(1.02)	(0.97)	(0.90)
Operating charges	(2.65)	20.99	12.68
Return after operating charges*	(3.93)	(4.21)	(4.10)
Distributions	3.93	4.21	4.10
Retained distributions on accumulation shares	<b>239.24</b>	<b>241.89</b>	<b>220.90</b>
Closing net asset value per share	-	0.01	0.01
*after direct transaction costs of			
<b>Performance</b>			
Return after charges	(1.1%)	9.5%	6.1%
<b>Other information</b>			
Closing net asset value (£'000)	1,139,715	991,365	628,690
Closing number of shares	476,382,472	409,836,143	284,609,107
Operating charges	0.42%	0.42%	0.42%
Direct transaction costs	0%	0%	0%
<b>Prices (pence per share)</b>			
Highest share price	250.00	245.30	222.00
Lowest share price	232.90	214.00	203.80

# UK Aggregate Bond Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(29,525)		56,998
Revenue	5	22,855		19,422	
Expenses	6	(4,464)		(3,353)	
Interest payable and similar charges	8	(1,110)		(1,540)	
Net revenue/(expense) before taxation		17,281		14,529	
Taxation	7	-		-	
Net revenue/(expense) after taxation			17,281		14,529
<b>Total return before distributions</b>			(12,244)		71,527
Distributions	8		(17,281)		(14,529)
<b>Change in net assets attributable to shareholders from investment activities</b>			<u>(29,525)</u>		<u>56,998</u>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	30/06/21		30/06/20	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		991,365		628,690
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares		169,289		316,145
Amounts payable on cancellation of shares		(9,540)		(26,839)
		159,749		289,306
Swing price adjustment		110		416
Change in net assets attributable to shareholders from investment activities (see above)		(29,525)		56,998
Retained distribution on accumulation shares		18,016		15,955
<b>Closing net assets attributable to shareholders</b>		<u>1,139,715</u>		<u>991,365</u>

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			1,137,745		988,267
<b>Current assets:</b>					
Debtors	9	16,489		9,824	
Cash and bank balances	10	9,844		9,623	
Total other assets			26,333		19,447
<b>Total assets</b>			<u>1,164,078</u>		<u>1,007,714</u>
<b>Liabilities:</b>					
Investment liabilities			(8,183)		(9,415)
Creditors					
Other creditors	11	(16,180)		(6,934)	
Total other liabilities			(16,180)		(6,934)
<b>Total liabilities</b>			<u>(24,363)</u>		<u>(16,349)</u>
<b>Net assets attributable to shareholders</b>			<u>1,139,715</u>		<u>991,365</u>

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	(43,737)	60,315
Gains/(losses) on derivative contracts	(3,887)	921
Gains/(losses) on forward currency contracts	18,436	(3,897)
Other currency gains/(losses)	(333)	(335)
Transaction charges	(4)	(6)
	<u>(29,525)</u>	<u>56,998</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	21,263	17,764
Derivative revenue	1,592	1,650
Bank interest	-	8
	<u>22,855</u>	<u>19,422</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	3,715	2,801
Service charges	531	400
Foreign exchange administration fees	1	2
	<u>4,247</u>	<u>3,203</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	76	63
Custody fees	40	34
	<u>116</u>	<u>97</u>
Other expenses:		
Audit fee	11	10
Other operating expenses	90	43
	<u>101</u>	<u>53</u>
Total expenses	<u>4,464</u>	<u>3,353</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	-	-
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>17,281</u>	<u>14,529</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	3,456	2,906
Effects of:		
Interest distributions	<u>(3,456)</u>	<u>(2,906)</u>
Current tax charge/(credit)	<u>-</u>	<u>-</u>

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

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

## Notes to the Financial Statements

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	8,998	8,716
Interim	9,018	7,239
	<u>18,016</u>	<u>15,955</u>
Add: Revenue deducted on cancellation of shares	34	113
Deduct: Revenue received on issue of shares	(769)	(1,539)
Net distributions for the year	<u>17,281</u>	<u>14,529</u>
<b>Interest/other</b>		
Swap expenses	860	970
FX Hedging Expense	-	62
Currency amortisation	-	267
Interest	3	5
Derivative expense	247	236
	<u>1,110</u>	<u>1,540</u>
	<u>18,391</u>	<u>16,069</u>
Total finance costs		
Details of the distributions per share are set out in the Distribution Statement.		

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	1,207	944
Sales of currency awaiting settlement	6,133	-
Accrued revenue	9,149	8,880
	<u>16,489</u>	<u>9,824</u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	7,581	6,431
Cash and bank balances	2,263	3,192
	<u>9,844</u>	<u>9,623</u>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	115	141
Purchases awaiting settlement	9,260	6,297
Purchases of currency awaiting settlement	6,107	-
Accrued expenses	431	364
Amounts payable on closure of derivative contract	267	132
	<u>16,180</u>	<u>6,934</u>

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments £'000	Monetary exposures Cash balances £'000	Monetary exposures Debtors/(Creditors) £'000	Total exposure £'000
30/06/21				
Australian Dollar	(902)	-	153	(749)
Canadian Dollar	(511)	(637)	77	(1,071)
Swiss Franc	115	8	25	148
Euro	67,362	-	397	67,759

## Notes to the Financial Statements

UK Pound	949,758	9,099	(1,310)	957,547
Japanese Yen	(168)	-	(13)	(181)
Norwegian Krone	-	8	-	8
New Zealand Dollar	540	-	(88)	452
Swedish Krona	77	-	22	99
US Dollar	113,291	1,366	1,046	115,703
<b>Total</b>	<b>1,129,562</b>	<b>9,844</b>	<b>309</b>	<b>1,139,715</b>

<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	1,540	1	56	1,597
Canadian Dollar	-	1	-	1
Swiss Franc	477	6	20	503
Euro	61,891	306	707	62,904
UK Pound	796,451	9,072	2,601	808,124
Japanese Yen	(64)	-	(1)	(65)
Norwegian Krone	-	8	-	8
New Zealand Dollar	(1,875)	24	(80)	(1,931)
Swedish Krona	(37)	-	5	(32)
US Dollar	120,469	205	(418)	120,256
<b>Total</b>	<b>978,852</b>	<b>9,623</b>	<b>2,890</b>	<b>991,365</b>

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

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

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid	Total assets
	£'000	£'000	£'000	£'000
<b>30/06/21</b>				
Australian Dollar	-	939	153	1,092
Canadian Dollar	(637)	337	77	(223)
Swiss Franc	8	115	25	148
Euro	1,102	66,353	7,310	74,765
UK Pound	22,904	914,385	31,144	968,433
Norwegian Krone	8	-	-	8
New Zealand Dollar	1,924	-	42	1,966
Swedish Krona	-	77	22	99
US Dollar	2,022	114,569	1,199	117,790
<b>Total</b>	<b>27,331</b>	<b>1,096,775</b>	<b>39,972</b>	<b>1,164,078</b>
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	1	1,540	56	1,597
Canadian Dollar	1	-	-	1
Swiss Franc	6	556	21	583
Euro	1,429	66,100	817	68,346
UK Pound	19,344	783,855	10,017	813,216
Norwegian Krone	8	-	-	8
New Zealand Dollar	24	-	-	24
Swedish Krona	-	10	5	15
US Dollar	205	122,347	1,372	123,924
<b>Total</b>	<b>21,018</b>	<b>974,408</b>	<b>12,288</b>	<b>1,007,714</b>



## Notes to the Financial Statements

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

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
	£'000	£'000	£'000	£'000
30/06/21				
Australian Dollar	-	1,754	87	1,841
Canadian Dollar	-	835	13	848
Euro	517	-	6,489	7,006
UK Pound <sup>^</sup>	-	1,105	1,149,496	1,150,601
Japanese Yen	168	-	13	181
New Zealand Dollar	672	712	130	1,514
US Dollar	229	-	1,858	2,087
<b>Total</b>	<b>1,586</b>	<b>4,406</b>	<b>1,158,086</b>	<b>1,164,078</b>
30/06/20	£'000	£'000	£'000	£'000
Swiss Franc	-	79	1	80
Euro	1,910	-	3,532	5,442
UK Pound <sup>^</sup>	-	-	996,457	996,457
Japanese Yen	-	64	1	65
New Zealand Dollar	1,875	-	80	1,955
Swedish Krona	-	47	-	47
US Dollar	-	-	3,668	3,668
<b>Total</b>	<b>3,785</b>	<b>190</b>	<b>1,003,739</b>	<b>1,007,714</b>

<sup>^</sup> Includes £1,139,715,000 in respect of the fund's liability to redeem all shares (2020: £991,365,000).

### Fair value of financial assets and financial liabilities

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

### Market value sensitivity analysis

#### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2020: 0.00%).

#### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 9.73% fall or rise in the fund's market value (2020: 10.48%).

#### Credit rating risk

As at the year end 3.25% (2020: 4.29%) of the fund's market value was invested in securities rated as below investment grade, additionally 3.50% (2020: 4.31%) of the fund's market value was invested into securities for which no rating was available at the year end.

#### Other price risk

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

#### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2020: same).

#### Bond futures

The fund invests into futures to gain exposure to the bond markets. A 1% change in interest rates would lead to a change representing 0.69% (2020: 1.03%) of the fund's market value.

#### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 34.94% (2020: 23.88%).

## Notes to the Financial Statements

### 13 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	417,967	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>417,967</u>	<u>4</u>		-	
Total including transaction costs	<u>417,971</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	233,118	-	-	-	-
Corporate actions	4,463	-	-	-	-
Derivative	-	4	-	-	-
Total	<u>237,581</u>	<u>4</u>		-	
Total including transaction costs	<u>237,577</u>				
Total as a percentage of average net assets*		0.00 %		0.00 %	

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	523,820	-	-	-	-
Derivative	-	9	-	-	-
Total	<u>523,820</u>	<u>9</u>		-	
Total including transaction costs	<u>523,829</u>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	229,851	-	-	-	-
Corporate actions	100	-	-	-	-
Derivative	-	9	-	-	-
Total	<u>229,951</u>	<u>9</u>		-	
Total including transaction costs	<u>229,942</u>				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.34% (2020: 0.54%).

### 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	538,380	(1,748)	462,981	(635)
Level 2: Observable market data	599,365	(6,435)	525,286	(8,780)
Level 3: Unobservable data	-	-	-	-
	<u>1,137,745</u>	<u>(8,183)</u>	<u>988,267</u>	<u>(9,415)</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	409,836,143	70,471,376	(3,925,047)	476,382,472

## Notes to the Financial Statements

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £371,000 (2020: £323,000) are included within accrued expenses in Note 11.

### 17 Counterparty details of financial derivative transactions

30/06/21

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
Barclays	(39)	-	-	-	-	-	-	(39)
BNP Paribas	12	-	-	-	-	-	-	12
Goldman Sachs	(93)	-	-	(30)	-	-	-	(123)
HSBC Global Markets	(224)	-	-	-	-	-	-	(224)
JP Morgan	14	-	-	-	-	-	-	14
Morgan Stanley	(13)	-	-	(1,221)	-	2,895	1,415	3,166
Societe Generale	(3)	-	-	-	-	-	-	(3)
State Street	662	-	-	-	-	-	-	662
UBS	-	-	(260)	(272)	-	-	6,166	5,634
<b>Total</b>	<b>316</b>	<b>-</b>	<b>(260)</b>	<b>(1,523)</b>	<b>-</b>	<b>2,895</b>	<b>7,581</b>	<b>9,099</b>

30/06/20

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
BNP Paribas	(146)	-	-	-	-	-	-	(146)
CIBC	(1,544)	-	-	-	-	-	-	(1,544)
Citibank	(91)	-	-	-	-	-	-	(91)
Citigroup Global Markets	-	-	-	(632)	-	-	-	(632)
Deutsche Bank	-	-	-	135	-	-	-	135
Goldman Sachs	-	-	-	50	-	-	-	50
HSBC Global Markets	-	-	-	567	-	-	-	567
JP Morgan	(30)	-	-	-	-	-	-	(30)
Lloyd's	-	-	-	349	-	-	-	349
Morgan Stanley	-	-	-	1,522	-	4,362	483	6,367
National Australia Bank	3	-	-	-	-	-	-	3
Nomura	-	-	-	530	-	-	-	530
Royal Bank of Canada	(2,860)	-	-	-	-	-	-	(2,860)
UBS	-	-	(307)	(476)	-	-	5,948	5,165
<b>Total</b>	<b>(4,668)</b>	<b>-</b>	<b>(307)</b>	<b>2,045</b>	<b>-</b>	<b>4,362</b>	<b>6,431</b>	<b>7,863</b>

### 18 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.35%

The distributions per share class are given in the Distribution Statement.

### 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	239.24	246.00	2.83

## Distribution Statement

for the year ended 30 June 2021

**Accumulation Shares - final distribution No. 30 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	1.8888	-	1.8888	2.1266
Group 2	0.8022	1.0866	1.8888	2.1266

**Accumulation Shares - interim distribution No. 29 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 28/02/21	Amount accumulated 29/02/20
Group 1	2.0442	-	2.0442	2.0868
Group 2	0.8908	1.1534	2.0442	2.0868

**Fund Manager's Review**

**Investment Objective and Policy**

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will invest at least 70% in equities (and their related securities) of UK companies (those domiciled, incorporated or having significant business in the UK) selected by the Investment Manager based on both qualitative and quantitative criteria, providing a blended exposure to a diversified range of underlying investment styles. The fund may also invest a proportion of its assets in global companies listed in the UK.

The fund is actively managed without reference to a benchmark.

The fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and deposits and is also able to use derivatives for efficient portfolio management.

**Performance and Portfolio Activity**

The fund delivered strong positive returns over the period, primarily due to holdings in the financials and consumer discretionary sectors. At a stock level, shares in NatWest Group and St. James's Place added value. Meanwhile, holdings in Reckitt Benckiser Group and GlaxoSmithKline weighed marginally on returns. Over the period, positions were purchased in HSBC Holdings and Computacenter. Meanwhile, shares in Prudential and InterContinental Hotels Group were sold.

**Outlook**

We have a positive view on the UK as the rapid vaccine roll-out is likely to support an economic re-opening as well as corporate earnings. The cyclical sector composition in UK markets is likely to be a tailwind if the global economic recovery remains on track.

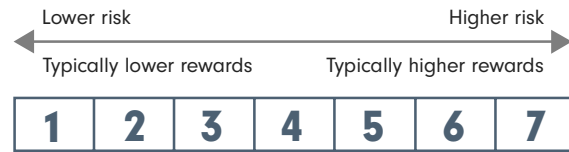
Ayesha Akbar & Chris Forgan  
Fund Managers  
30 June 2021

**Risk and Reward Indicator**

SRRI

Accumulation Shares

6



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

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

## Comparative Performance Table

	Accumulation Shares		
	2021	2020	2019
Change in net assets (pence per share)			
Opening net asset value per share	390.62	430.86	440.03
Return before operating charges*	91.96	(36.48)	(5.48)
Operating charges	(3.83)	(3.76)	(3.69)
Return after operating charges*	88.13	(40.24)	(9.17)
Distributions	(9.40)	(11.33)	(11.74)
Retained distributions on accumulation shares	9.40	11.33	11.74
Closing net asset value per share	<b>478.75</b>	<b>390.62</b>	<b>430.86</b>
*after direct transaction costs of	0.85	1.23	1.27
<b>Performance</b>			
Return after charges	22.6%	(9.3%)	(2.1%)
<b>Other information</b>			
Closing net asset value (£'000)	163,606	151,384	266,324
Closing number of shares	34,173,630	38,755,090	61,811,528
Operating charges	0.90%	0.89%	0.88%
Direct transaction costs	0.20%	0.29%	0.30%
<b>Prices (pence per share)</b>			
Highest share price	485.50	476.40	443.50
Lowest share price	370.00	310.10	376.00

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		27,248		(22,962)
Revenue	5	4,796		8,163	
Expenses	6	(1,356)		(1,941)	
Interest payable and similar charges	8	(2)		-	
Net revenue/(expense) before taxation		3,438		6,222	
Taxation	7	(54)		(144)	
Net revenue/(expense) after taxation			3,384		6,078
<b>Total return before distributions</b>			30,632		(16,884)
Distributions	8		(3,367)		(6,076)
<b>Change in net assets attributable to shareholders from investment activities</b>			27,265		(22,960)

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			151,384		266,324
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		10,075		15,394	
Amounts payable on cancellation of shares		(28,374)		(111,949)	
			(18,299)		(96,555)
Swing price adjustment			44		184
Change in net assets attributable to shareholders from investment activities (see above)			27,265		(22,960)
Retained distribution on accumulation shares	8		3,212		4,391
<b>Closing net assets attributable to shareholders</b>			163,606		151,384

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			151,807		148,823
<b>Current assets:</b>					
Debtors	9	654		674	
Cash and bank balances	10	11,919		2,210	
Total other assets			12,573		2,884
<b>Total assets</b>			164,380		151,707
<b>Liabilities:</b>					
Investment liabilities			(146)		-
Creditors					
Other creditors	11	(628)		(323)	
Total other liabilities			(628)		(323)
<b>Total liabilities</b>			(774)		(323)
<b>Net assets attributable to shareholders</b>			163,606		151,384

## Notes to the Financial Statements

## 1 Accounting policies

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

## 2 Equalisation

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

## 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

## 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	25,690	(22,907)
Gains/(losses) on derivative contracts	1,550	87
Other currency gains/(losses)	21	(121)
Transaction charges	(13)	(21)
Net capital gains/(losses)	<u>27,248</u>	<u>(22,962)</u>

## 5 Revenue

	30/06/21 £'000	30/06/20 £'000
UK dividend distributions	252	671
Derivative revenue	213	4
ACD fee rebate/waiver to income	109	159
UK dividends	3,746	5,911
UK property income distributions	7	94
UK scrip dividends	17	-
Overseas dividends	452	1,302
Bank interest	-	20
UK property income scrip dividends	-	2
Total revenue	<u>4,796</u>	<u>8,163</u>

## 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	1,217	1,772
Service charges	76	111
Foreign exchange administration fees	1	3
	<u>1,294</u>	<u>1,886</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	18	26
Custody fees	3	4
	<u>21</u>	<u>30</u>
Other expenses:		
Audit fee	10	8
Other operating expenses	31	17
	<u>41</u>	<u>25</u>
Total expenses	<u>1,356</u>	<u>1,941</u>

## 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	55	144
Total current taxation	<u>55</u>	<u>144</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>3,438</u>	<u>6,222</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	688	1,244



## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	205	333
Overseas taxation	54	144
Revenue not included for tax purposes	(893)	(1,577)
	<u>54</u>	<u>144</u>

Current tax charge/(credit)

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £25,207,000 (2020: £25,002,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

## 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	3,212	4,391
Add: Revenue deducted on cancellation of shares	237	2,061
Deduct: Revenue received on issue of shares	(82)	(376)
Net distribution for the year	<u>3,367</u>	<u>6,076</u>
<b>Interest/other</b>		
Derivative expense	2	-
Total finance costs	<u>3,369</u>	<u>6,076</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	3,384	6,078
<b>Add back (revenue)/expenses transferred to capital:</b>		
UK scrip dividends	(17)	-
UK Property Income scrip dividends	-	(2)
	<u>3,367</u>	<u>6,076</u>

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

## 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Sales awaiting settlement	103	213
Accrued revenue	475	380
ACD fee rebate/waiver recoverable	10	9
UK income tax recoverable	22	22
Overseas tax recoverable	44	41
Amounts receivable for issue of shares	-	9
Total debtors	<u>654</u>	<u>674</u>

## 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	932	-
Cash and bank balances	10,987	2,210
Total cash and bank balances	<u>11,919</u>	<u>2,210</u>

## 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	21	121
Purchases awaiting settlement	464	75
Accrued expenses	143	127
Total other creditors	<u>628</u>	<u>323</u>

## 12 Financial instruments exposure

## Currency exposure

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

## Notes to the Financial Statements

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)		
30/06/21	£'000	£'000	£'000	£'000	£'000
Swiss Franc	1,434	-	-	-	1,434
Danish Krone	1,669	-	25	-	1,694
Euro	974	-	-	-	974
UK Pound	138,199	11,918	(13)	-	150,104
US Dollar	9,385	1	14	-	9,400
<b>Total</b>	<b>151,661</b>	<b>11,919</b>	<b>26</b>		<b>163,606</b>
30/06/20	£'000	£'000	£'000	£'000	£'000
Swiss Franc	1,640	-	-	-	1,640
Danish Krone	1,613	-	23	-	1,636
Euro	2,817	-	-	-	2,817
UK Pound	131,680	2,193	312	-	134,185
Norwegian Krone	974	-	-	-	974
US Dollar	10,099	17	16	-	10,132
<b>Total</b>	<b>148,823</b>	<b>2,210</b>	<b>351</b>		<b>151,384</b>

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

#### Interest rate risk profile

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

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

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.10% rise or fall in the fund's market value (2020: 0.13%).

##### Other price risk

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

##### Equity derivatives

The fund invests into futures to gain exposure to the equity markets. A 10% change in the price of the futures would result in a 0.60% change in the fund's market value (2020: The fund held no futures that could impact it significantly).

### 13 Portfolio transaction costs

30/06/21	Purchases		Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%	
Equity	54,986	25	0.05	243	0.44	
Mutual Fund	1,031	-	-	-	0.03	
Corporate actions	1	-	-	-	-	
<b>Total</b>	<b>56,018</b>	<b>25</b>		<b>243</b>		
Total including transaction costs	<b>56,286</b>					
Analysis of total sales costs	£'000	£'000	%	£'000	%	
Equity	74,218	33	0.04	1	-	
Mutual Fund	4,078	-	-	-	-	
Corporate actions	453	-	-	-	-	
<b>Total</b>	<b>78,749</b>	<b>33</b>		<b>1</b>		
Total including transaction costs	<b>78,715</b>					
Total as a percentage of average net assets*		0.04 %		0.16 %		

## Notes to the Financial Statements

30/06/20	Purchases	Commissions		Taxes	
<b>Analysis of total purchases costs</b>					
	£'000	£'000	%	£'000	%
Equity	123,947	52	0.04	505	0.41
Mutual Fund	3,753	-	-	-	0.01
Corporate actions	171	-	-	-	-
Total	<u>127,871</u>	<u>52</u>		<u>505</u>	
Total including transaction costs	<u>128,428</u>				
<b>Analysis of total sales costs</b>					
	£'000	£'000	%	£'000	%
Equity	202,263	81	0.04	2	-
Mutual Fund	11,443	-	-	-	-
Corporate actions	342	-	-	-	-
Total	<u>214,048</u>	<u>81</u>		<u>2</u>	
Total including transaction costs	<u>213,965</u>				

Total as a percentage of average net assets

0.06 %

0.23 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.10% (2020: 0.12%).

## 14 Basis of valuation

	30/06/21 £'000	30/06/21 £'000	30/06/20 £'000	30/06/20 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	136,181	(146)	134,603	-
Level 2: Observable market data	15,507	-	14,220	-
Level 3: Unobservable data*	119	-	-	-
	<u>151,807</u>	<u>(146)</u>	<u>148,823</u>	<u>-</u>

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

## 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	38,755,090	2,450,434	(7,031,894)	34,173,630

## Notes to the Financial Statements

## 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £117,000 (2020: £108,000) are included within accrued expenses in Note 11.

## 17 Counterparty details of financial derivative transactions

30/06/21

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	-	(146)	-	-	932	786
Total	-	-	(146)	-	-	932	786

## 18 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

The distributions per share class are given in the Distribution Statement.

## 19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Accumulation Shares	478.75	496.30	3.67

**Distribution Statement**

for the year ended 30 June 2021

**Accumulation Shares - final distribution No. 24 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 30 June 2021.

	Net revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	9.3984	-	9.3984	11.3299
Group 2	5.4830	3.9154	9.3984	11.3299

**Fund Manager’s Review**

**Investment Objective and Policy**

The fund aims to increase the value of your investment over a period of 5 years or more.

The fund will be at least 70% exposed to sterling-denominated (or hedged back to sterling) UK Government debt instruments.

The fund is actively managed. The Investment Manager identifies suitable investment opportunities for the fund, utilising in-house research and investment capability. The fund uses a systematic investment approach. This means that the Investment Manager uses a more rules-based approach when implementing the portfolio construction.

The Investment Manager will, when selecting investments for the fund and for the purposes of monitoring risk, consider the FTSE Actuaries UK Gilts All Stocks Index. However, the Investment Manager has a limited degree of freedom relative to the index and may invest in issuers, sectors, countries and security types not included in the index in order to take advantage of investment opportunities. This means the fund’s investments and therefore performance may vary from, but is unlikely to be significantly different to, the index.

The fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash and near cash and deposits. Derivatives may be used for efficient portfolio management and investment purposes and may include (but are not limited to) derivatives on exchange rates, interest rates, inflation and credit. The fund may also take positions which enable it to benefit from falling asset prices.

**Performance and Portfolio Activity**

The fund posted negative returns as core government bond yields rose over the period, given the momentum in reflation trade since the fourth quarter of 2020. However, the recent change in narrative by the US Federal Reserve with regards to inflation made investors reconsider reflation expectations. Credit exposure supported returns, with holdings in CPI Property and Orbit Capital adding notable value. The fund’s interest rate strategy is driven by a developed market cross-market rates model, implemented across nine swap markets. Our asset allocation strategy is driven by the quantitative asset allocation model. On that basis, we maintain a small exposure to corporate bonds. We bought new positions in Nestle and Stagecoach, and took profits in Swedbank and Toyota Motor Credit Corp.

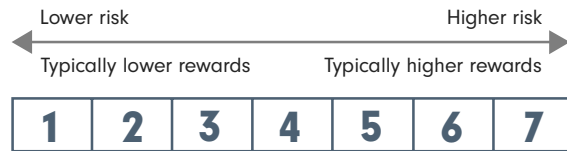
**Outlook**

The Bank of England (BoE) raised its official inflation forecast, but said that the surge in prices will be temporary. It reiterated that it does not intend to tighten monetary policy until there is clear evidence that inflation will stay above target for a sustained period. Against this backdrop, the market and central bank will focus on data releases.

Lucette Yvernault & Ilia Chelomianski  
Fund Managers  
30 June 2021

**Risk and Reward Indicator**

	SRRI
Accumulation Shares	4
Income Shares	4



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

- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean a "risk free" investment.
- The risk and reward profile is classified by the level of historical fluctuation of the Net Asset Values of the share class, and within this classification, categories 1-2 indicate a low level of historical fluctuations, 3-5 a medium level and 6-7 a high level.
- The value of your investment may fall as well as rise and you may get back less than you originally invested.
- The fund may invest in instruments denominated in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the value of your investment.
- Currency hedging may be used which aims to reduce the effect of such changes. However, the effects may not be completely eliminated to the degree expected.
- The use of derivatives may result in "leverage" by which we mean a level of exposure which could expose the fund to the potential of greater gains or losses than would otherwise be the case.
- There is a risk that the issuers of bonds may not be able to repay the money they have borrowed or make interest payments. While we seek to mitigate this, the fund may be exposed to the risk of financial loss if it invests into an instrument issued by an entity that subsequently defaults on its borrowings. Losses may also be realised if an entity that the fund is exposed to ceases to make interest payments over a period of time or indefinitely. Bond prices have an inverse relationship with interest rates such that when interest rates rise, bonds may fall in value. Rising interest rates may cause the value of your investment to fall.
- The fund may be exposed to the risk of financial loss if a counterparty used for derivative instruments subsequently defaults.

**Comparative Performance Table**

	Income Shares			Accumulation Shares		
	2021	2020	2019	2021	2020	2019
Change in net assets (pence per share)	157.00	141.50	136.61	269.56	239.82	228.40
Opening net asset value per share	(7.98)	17.93	7.29	(13.77)	30.58	12.22
Return before operating charges*	(0.23)	(0.49)	(0.49)	(0.40)	(0.84)	(0.80)
Operating charges	(8.21)	17.44	6.80	(14.17)	29.74	11.42
Return after operating charges*	(1.55)	(1.94)	(1.91)	(2.67)	(3.30)	(3.20)
Distributions	-	-	-	2.67	3.30	3.20
Retained distributions on accumulation shares	147.24	157.00	141.50	255.39	269.56	239.82
Closing net asset value per share	-	-	-	-	-	-
*after direct transaction costs of						
<b>Performance</b>						
Return after charges	(5.2%)	11.7%	5.0%	(5.3%)	12.4%	5.0%
<b>Other information</b>						
Closing net asset value (£'000)	46,910	38,736	43,483	32,186	26,417	13,408
Closing number of shares	31,858,656	24,672,521	30,729,494	12,602,482	9,800,056	5,590,614
Operating charges	0.15%	0.15%	0.36%	0.15%	0.15%	0.35%
Direct transaction costs	0%	0%	0%	0%	0%	0%
<b>Prices (pence per share)</b>						
Highest share price	158.40	161.30	143.30	271.90	275.20	241.20
Lowest share price	143.70	141.60	132.00	248.10	240.30	220.80

### Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		(4,591)		7,168
Revenue	5	943		1,284	
Expenses	6	(111)		(220)	
Interest payable and similar charges	8	(89)		(191)	
Net revenue/(expense) before taxation		743		873	
Taxation	7	-		-	
Net revenue/(expense) after taxation			743		873
<b>Total return before distributions</b>			<b>(3,848)</b>		<b>8,041</b>
Distributions	8		(743)		(873)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>(4,591)</b>		<b>7,168</b>

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

for the year ended 30 June 2021

	30/06/21		30/06/20	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		65,153		56,891
Movement due to sales and repurchases of shares				
Amounts receivable on issue of shares		30,297		24,965
Amounts payable on cancellation of shares		(12,114)		(24,224)
		18,183		741
Swing price adjustment		32		26
Change in net assets attributable to shareholders from investment activities (see above)		(4,591)		7,168
Retained distribution on accumulation shares		319		327
<b>Closing net assets attributable to shareholders</b>		<b>79,096</b>		<b>65,153</b>

### Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			78,749		64,587
<b>Current assets:</b>					
Debtors	9	729		591	
Cash and bank balances	10	518		829	
Total other assets			1,247		1,420
<b>Total assets</b>			<b>79,996</b>		<b>66,007</b>
<b>Liabilities:</b>					
Investment liabilities			(643)		(534)
Creditors					
Distribution payable		(216)		(227)	
Other creditors	11	(41)		(93)	
Total other liabilities			(257)		(320)
<b>Total liabilities</b>			<b>(900)</b>		<b>(854)</b>
<b>Net assets attributable to shareholders</b>			<b>79,096</b>		<b>65,153</b>



## Notes to the Financial Statements

## 1 Accounting policies

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

## 2 Equalisation

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

## 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

## 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	(4,700)	6,690
Gains/(losses) on derivative contracts	(8)	510
Gains/(losses) on forward currency contracts	121	40
Other currency gains/(losses)	(3)	(69)
Transaction charges	(1)	(3)
	<u>(4,591)</u>	<u>7,168</u>

## 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	872	1,170
Derivative revenue	71	112
Bank interest	-	2
	<u>943</u>	<u>1,284</u>

## 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees*	110	164
Service charges	-	31
Foreign exchange administration fees	-	1
	<u>110</u>	<u>196</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	-	7
Custody fees	-	2
	<u>-</u>	<u>9</u>
Other expenses:		
Audit fee*	1	10
Other operating expenses	-	5
	<u>1</u>	<u>15</u>
Total expenses	<u>111</u>	<u>220</u>

\*From October 2020, the ACD is responsible for payment of all charges and expenses of the fund out of its investment management fees including audit fees amounting to £11,000 (including VAT).

## 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Total current taxation	<u>-</u>	<u>-</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>743</u>	<u>873</u>

**Notes to the Financial Statements**

Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	149	175
Effects of:		
Interest distributions	(149)	(175)
Current tax charge/(credit)	-	-

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

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

**8 Finance costs**

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Income Shares</b>		
Final	216	227
Interim	258	299
<b>Accumulation Shares</b>		
Final	148	154
Interim	171	173
	<u>793</u>	<u>853</u>
Add: Revenue deducted on cancellation of shares	33	81
Deduct: Revenue received on issue of shares	(83)	(61)
Net distributions for the year	<u>743</u>	<u>873</u>
<b>Interest/other</b>		
Swap expenses	73	160
Currency amortisation	-	21
Interest	-	1
Derivative expense	16	9
	<u>89</u>	<u>191</u>
Total finance costs	<u>832</u>	<u>1,064</u>
Details of the distributions per share are set out in the Distribution Statement.		

**9 Debtors**

	30/06/21 £'000	30/06/20 £'000
Amounts receivable for issue of shares	28	-
Accrued revenue	701	591
Total debtors	<u>729</u>	<u>591</u>

**10 Cash and bank balances**

	30/06/21 £'000	30/06/20 £'000
Amounts held at futures clearing houses and brokers	357	388
Cash and bank balances	161	441
Total cash and bank balances	<u>518</u>	<u>829</u>

**11 Other creditors**

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	10	59
Accrued expenses	8	22
Amounts payable on closure of derivative contract	23	12
Total other creditors	<u>41</u>	<u>93</u>

Notes to the Financial Statements

12 Financial instruments exposure

Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Total exposure
	Investments		Cash balances	Debtors/(Creditors)	
<b>30/06/21</b>	<b>£'000</b>		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	(24)		-	12	(12)
Canadian Dollar	(132)		(31)	4	(159)
Swiss Franc	8		-	2	10
Euro	(35)		-	(8)	(43)
UK Pound	75,633		497	470	76,600
Japanese Yen	(12)		-	(1)	(13)
New Zealand Dollar	(26)		-	(7)	(33)
Swedish Krona	6		-	2	8
US Dollar	2,688		52	(2)	2,738
<b>Total</b>	<b>78,106</b>		<b>518</b>	<b>472</b>	<b>79,096</b>
<b>30/06/20</b>	<b>£'000</b>		<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	146		42	5	193
Canadian Dollar	-		1	-	1
Swiss Franc	55		20	3	78
Euro	685		1	-	686
UK Pound	62,069		761	235	63,065
Japanese Yen	(2)		-	-	(2)
New Zealand Dollar	(189)		1	(6)	(194)
Swedish Krona	(4)		-	-	(4)
US Dollar	1,293		3	34	1,330
<b>Total</b>	<b>64,053</b>		<b>829</b>	<b>271</b>	<b>65,153</b>

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

Interest rate risk profile of financial assets and financial liabilities

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

Currency	Floating rate financial assets	Fixed rate financial assets	Financial assets on which no interest is paid		Total assets
<b>30/06/21</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Australian Dollar	-	91	12		103
Canadian Dollar	(31)	-	5		(26)
Swiss Franc	-	8	2		10
Euro	21	-	-		21
UK Pound	2,158	73,322	1,403		76,883
New Zealand Dollar	109	-	3		112
Swedish Krona	-	6	2		8
US Dollar	2,883	-	2		2,885
<b>Total</b>	<b>5,140</b>	<b>73,427</b>	<b>1,429</b>		<b>79,996</b>
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>		<b>£'000</b>
Australian Dollar	42	148	5		195
Canadian Dollar	1	-	-		1
Swiss Franc	20	55	4		79
Euro	124	794	36		954
UK Pound	3,080	59,740	552		63,372
Japanese Yen	2	-	-		2
New Zealand Dollar	1	-	13		14
US Dollar	3	1,282	105		1,390
<b>Total</b>	<b>3,273</b>	<b>62,019</b>	<b>715</b>		<b>66,007</b>

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

## Notes to the Financial Statements

Currency	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities on which no interest is paid <sup>^</sup>	Total liabilities <sup>^</sup>
30/06/21	£'000	£'000	£'000	£'000
Australian Dollar	-	115	-	115
Canadian Dollar	-	133	-	133
Euro	56	-	8	64
UK Pound <sup>^</sup>	-	46	79,333	79,379
Japanese Yen	12	-	1	13
New Zealand Dollar	86	49	10	145
US Dollar	29	-	118	147
<b>Total</b>	<b>183</b>	<b>343</b>	<b>79,470</b>	<b>79,996</b>
30/06/20	£'000	£'000	£'000	£'000
Australian Dollar	-	-	2	2
Swiss Franc	-	1	-	1
Euro	167	-	101	268
UK Pound <sup>^</sup>	-	-	65,460	65,460
Japanese Yen	-	4	-	4
New Zealand Dollar	201	-	7	208
Swedish Krona	-	4	-	4
US Dollar	-	-	60	60
<b>Total</b>	<b>368</b>	<b>9</b>	<b>65,630</b>	<b>66,007</b>

<sup>^</sup> Includes £79,096,000 in respect of the fund's liability to redeem all shares (2020: £65,153,000).

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

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2020: 0.00%).

##### Interest rate risk

A rise or fall of 1% in global interest rates is likely to result in a 11.82% fall or rise in the fund's market value (2020: 12.68%).

##### Credit rating risk

As at the year end 0.38% (2020: 1.03%) of the fund's market value was invested in securities rated as below investment grade, additionally 8.33% (2020: 4.90%) of the fund's market value was invested into securities for which no rating was available at the year end.

##### Other price risk

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

##### Interest rate swaps exposure

At the year end the fund holds no interest rate swaps that could impact it significantly (2020: same).

##### Bond futures

At the year end the fund holds no derivatives that could impact it significantly (2020: same).

##### Leverage risk

The use of derivatives can introduce higher levels of risk into a fund with a view to increasing returns, which is commonly referred to as "leverage". Leverage includes any method by which a fund may generate exposure to investments exceeding the net asset value of the fund and may be provided through borrowing of cash or securities or through the use of derivatives. Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index can result in a loss substantially greater than the amount of a premium paid, if any, to enter into the derivative transaction itself. After taking into account netting and hedging arrangements the average level of leverage employed during the year was 19.86% (2020: 24.22%).

## Notes to the Financial Statements

## 13 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	45,247	-	-	-	-
Total	45,247	-	-	-	-
Total including transaction costs	45,247				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	26,130	-	-	-	-
Total	26,130	-	-	-	-
Total including transaction costs	26,130				
Total as a percentage of average net assets*		0.00 %		0.00 %	

30/06/20	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Bond	45,866	-	-	-	-
Derivative	-	1	-	-	-
Total	45,866	1	-	-	-
Total including transaction costs	45,867				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Bond	44,206	-	-	-	-
Derivative	-	1	-	-	-
Total	44,206	1	-	-	-
Total including transaction costs	44,205				
Total as a percentage of average net assets		0.00 %		0.00 %	

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.26% (2020: 0.30%).

## 14 Basis of valuation

	30/06/21	30/06/21	30/06/20	30/06/20
	£'000	£'000	£'000	£'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	60,786	(50)	50,346	(8)
Level 2: Observable market data	17,963	(593)	14,241	(526)
Level 3: Unobservable data	-	-	-	-
	<u>78,749</u>	<u>(643)</u>	<u>64,587</u>	<u>(534)</u>

## 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares	Shares in issue as at 30/06/21
Accumulation Shares	9,800,056	4,889,353	(2,086,927)	12,602,482
Income Shares	24,672,521	11,594,399	(4,408,264)	31,858,656

## 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £10,000 (2020: £8,000) are included within accrued expenses in Note 11.

Notes to the Financial Statements

17 Counterparty details of financial derivative transactions  
30/06/21

Broker	Currency	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral -	Collateral -	Grand Total £'000
	Contracts £'000					Stock £'000	Cash £'000	
Barclays	(64)	-	-	-	-	-	-	(64)
BBH	1	-	-	-	-	-	-	1
Goldman Sachs	-	-	-	(4)	-	-	-	(4)
JP Morgan	-	-	-	(19)	-	-	-	(19)
Morgan Stanley	-	-	-	(228)	-	241	269	282
UBS	-	-	(50)	(26)	-	-	88	12
Total	<u>(63)</u>	<u>-</u>	<u>(50)</u>	<u>(277)</u>	<u>-</u>	<u>241</u>	<u>357</u>	<u>208</u>

Broker	Currency	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral -	Collateral -	Grand Total £'000
	Contracts £'000					Stock £'000	Cash £'000	
Bank of America	11	-	-	-	-	-	-	11
BNP Paribas	38	-	-	-	-	-	-	38
CIBC	15	-	-	-	-	-	-	15
Citibank	6	-	-	-	-	-	-	6
Citigroup Global Markets	-	-	-	(70)	-	-	-	(70)
HSBC Global Markets	5	-	-	-	-	-	-	5
JP Morgan	(21)	-	-	-	-	-	-	(21)
Morgan Stanley	-	-	-	81	-	237	140	458
National Australia Bank	(1)	-	-	-	-	-	-	(1)
State Street	(88)	-	-	-	-	-	-	(88)
UBS	-	-	(8)	(44)	-	-	248	196
Total	<u>(35)</u>	<u>-</u>	<u>(8)</u>	<u>(33)</u>	<u>-</u>	<u>237</u>	<u>388</u>	<u>549</u>

18 Shareholders' funds

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

Income Shares : 0.15%

Accumulation Shares : 0.15%

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

19 Post balance sheet event

The net asset value in pence per share at the Balance Sheet date and the latest practicable date prior to the publication of this report have been recorded below.

	NAV as at 30/06/21	NAV as at 24/08/21	Increase/(decrease)%
Income Shares	147.24	152.59	3.63
Accumulation Shares	255.39	264.69	3.64

**Distribution Statement**

for the year ended 30 June 2021

**Income Shares - final distribution No. 43 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount distributed 31/08/21	Amount distributed 31/08/20
Group 1	0.6781	-	0.6781	0.9212
Group 2	0.3541	0.3240	0.6781	0.9212

**Income Shares - interim distribution No. 42 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount distributed 28/02/21	Amount distributed 29/02/20
Group 1	0.8737	-	0.8737	1.0179
Group 2	0.3834	0.4903	0.8737	1.0179

**Accumulation Shares - final distribution No. 37 in pence per share**

Group 1 - Shares purchased on or before 31 December 2020.

Group 2 - Shares purchased from 1 January 2021 to 30 June 2021.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 31/08/21	Amount accumulated 31/08/20
Group 1	1.1707	-	1.1707	1.5723
Group 2	0.6109	0.5598	1.1707	1.5723

**Accumulation Shares - interim distribution No. 36 in pence per share**

Group 1 - Shares purchased on or before 30 June 2020.

Group 2 - Shares purchased from 1 July 2020 to 31 December 2020.

	Gross revenue	Equalisation (Note 2)	Amount accumulated 28/02/21	Amount accumulated 29/02/20
Group 1	1.5000	-	1.5000	1.7250
Group 2	0.6203	0.8797	1.5000	1.7250

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		-		2
Revenue	5	2		5	
Expenses	6				
Net revenue/(expense) before taxation		2		5	
Taxation	7	(7)		31	
Net revenue/(expense) after taxation			(5)		36
<b>Total return before distributions</b>			(5)		38
Distributions	8		-		-
<b>Change in net assets attributable to shareholders from investment activities</b>			(5)		38

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			84		46
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares					
Amounts payable on cancellation of shares					
Change in net assets attributable to shareholders from investment activities (see above)			(5)		38
<b>Closing net assets attributable to shareholders</b>			79		84

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
<b>Current assets:</b>					
Debtors	9	89		112	
Cash and bank balances		3		2	
Total other assets			92		114
<b>Total assets</b>			92		114
<b>Liabilities:</b>					
<b>Creditors:</b>					
Other creditors	10	(13)		(30)	
Total other liabilities			(13)		(30)
<b>Total liabilities</b>			(13)		(30)
<b>Net assets attributable to shareholders</b>			79		84



## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Other currency gains/(losses)	-	2
Net capital gains/(losses)	<u>-</u>	<u>2</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Interest on securities	1	-
Bank interest	1	-
Taxable interest	-	5
Total revenue	<u>2</u>	<u>5</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Total expenses	<u>-</u>	<u>-</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	7	(31)
Total current taxation	<u>7</u>	<u>(31)</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>2</u>	<u>5</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	-	1
Effects of:		
Overseas taxation	7	(31)
Revenue not included for tax purposes	-	(1)
Current tax charge/(credit)	<u>7</u>	<u>(31)</u>

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £4,389,000 (2020: £4,389,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
Interest/other		
Reconciliation of Net revenue after taxation to Net distribution for the year:		
Net revenue after taxation for the year, per the Statement of Total Return	(5)	36
Add back (revenue)/expenses transferred to capital:		
Revenue b/f	1	-
Revenue c/f	<u>(38)</u>	<u>(1)</u>
	<u>(42)</u>	<u>35</u>

Notes to the Financial Statements

9 Debtors

	30/06/21 £'000	30/06/20 £'000
Overseas tax recoverable	89	112
Total debtors	<u>89</u>	<u>112</u>

10 Other creditors

	30/06/21 £'000	30/06/20 £'000
Accrued expenses	13	30
Total other creditors	<u>13</u>	<u>30</u>

11 Financial instruments exposure

Currency Exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures Investments	Monetary exposures Cash balances	Monetary exposures Debtors/(Creditors)	Total exposure
30/06/21	£'000	£'000	£'000	£'000
Danish Krone	-	-	43	43
Euro	-	2	46	48
UK Pound	-	1	(13)	(12)
<b>Total</b>	<b>-</b>	<b>3</b>	<b>76</b>	<b>79</b>
<b>30/06/20</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
Danish Krone	-	-	56	56
Euro	-	-	26	26
UK Pound	-	2	-	2
<b>Total</b>	<b>-</b>	<b>2</b>	<b>82</b>	<b>84</b>

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

Interest rate risk profile

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

Fair value of financial assets and financial liabilities

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

Market value sensitivity analysis

Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2020: 0.00%).

Other price risk

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

Equity derivatives

At the year end the fund holds no equity derivatives (2020: same).

12 Basis of valuation

	30/06/21 £'000	30/06/21 £'000	30/06/20 £'000	30/06/20 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	-	-	-	-
Level 2: Observable market data	-	-	-	-
Level 3: Unobservable data	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

13 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

# Select Global Equities Fund

## Statement of Total Return

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Income</b>					
Net capital gains/(losses)	4		1,279		13,872
Revenue	5	261		4,127	
Expenses	6	(186)		(1,859)	
Interest payable and similar charges	8	(10)		(42)	
Net revenue/(expense) before taxation		65		2,226	
Taxation	7	(23)		(433)	
Net revenue/(expense) after taxation			42		1,793
<b>Total return before distributions</b>			1,321		15,665
Distributions	8		(59)		(1,746)
<b>Change in net assets attributable to shareholders from investment activities</b>			1,262		13,919

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			197,574		223,945
Movement due to sales and repurchases of shares					
Amounts receivable on issue of shares		804		4,930	
Amounts payable on cancellation of shares		(199,766)		(46,799)	
			(198,962)		(41,869)
Swing price adjustment			126		27
Change in net assets attributable to shareholders from investment activities (see above)			1,262		13,919
Retained distribution on accumulation shares	8		-		1,552
<b>Closing net assets attributable to shareholders*</b>			-		197,574

## Balance Sheet

as at 30 June 2021

	Note	30/06/21		30/06/20	
		£'000	£'000	£'000	£'000
<b>Assets</b>					
Investments			-		186,904
<b>Current assets:</b>					
Debtors	9	97		5,622	
Cash and bank balances	10	2		12,193	
Total other assets			99		17,815
<b>Total assets</b>			99		204,719
<b>Liabilities:</b>					
Creditors					
Other creditors	11	(99)		(7,145)	
Total other liabilities			(99)		(7,145)
<b>Total liabilities</b>			(99)		(7,145)
<b>Net assets attributable to shareholders</b>			-		197,574

\*This fund closed on 3 November 2020.

## Notes to the Financial Statements

### 1 Accounting policies

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

### 2 Equalisation

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

### 3 Contingent liabilities

At the year end there are no contingent liabilities or commitments (2020: nil).

### 4 Net capital gains/(losses)

	30/06/21 £'000	30/06/20 £'000
Gains/(losses) on non-derivative securities	685	13,747
Gains/(losses) on derivative contracts	501	(152)
Other currency gains/(losses)	115	314
Transaction charges	(22)	(37)
	<u>1,279</u>	<u>13,872</u>

### 5 Revenue

	30/06/21 £'000	30/06/20 £'000
Derivative revenue	13	60
UK dividends	15	384
UK scrip dividends	8	1
Overseas dividends	164	3,474
Overseas property income distributions	12	144
Overseas scrip dividends	49	46
Bank interest	-	13
UK property income distributions	-	4
Interest on securities	-	1
	<u>261</u>	<u>4,127</u>

### 6 Expenses

	30/06/21 £'000	30/06/20 £'000
Payable to the ACD, associates of the ACD, and agents of either of them:		
Investment management fees	161	1,699
Service charges	10	106
Foreign exchange administration fees	1	1
	<u>172</u>	<u>1,806</u>
Payable to the Depositary, associates of the Depositary, and agents of either of them:		
Depositary fees	(2)	21
Custody fees	-	10
	<u>(2)</u>	<u>31</u>
Other expenses:		
Audit fee	1	8
Other operating expenses	15	14
	<u>16</u>	<u>22</u>
Total expenses	<u>186</u>	<u>1,859</u>

### 7 Taxation

	30/06/21 £'000	30/06/20 £'000
a) Analysis of charge/(credit) for the year		
Overseas taxation	23	433
Total current taxation	<u>23</u>	<u>433</u>
b) Factors affecting tax charge/(credit) for the year		
Net revenue/(expense) before taxation	<u>65</u>	<u>2,226</u>
Net revenue/(expense) multiplied by the standard rate of corporation tax of 20% (2020: 20%).	<u>13</u>	<u>445</u>

## Notes to the Financial Statements

Effects of:

Increase/(decrease) in unutilised management expenses	35	331
Overseas tax expensed	(1)	(3)
Overseas taxation	23	433
Revenue not included for tax purposes	(47)	(773)
	<u>23</u>	<u>433</u>

Current tax charge/(credit)

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

The fund has unrelieved excess management expenses resulting in a potential deferred tax asset of £8,209,000 (2020: £8,174,000). It is unlikely that the fund will generate sufficient taxable profits in the future to utilise these and therefore no deferred tax asset has been recognised.

### 8 Finance costs

	30/06/21 £'000	30/06/20 £'000
<b>Distributions</b>		
The distribution takes account of revenue received on the issue of shares and revenue deducted on cancellation of shares.		
<b>Accumulation Shares</b>		
Final	-	1,552
Add: Revenue deducted on cancellation of shares	60	218
Deduct: Revenue received on issue of shares	(1)	(24)
Net distribution for the year	<u>59</u>	<u>1,746</u>
<b>Interest/other</b>		
Interest	10	42
Total finance costs	<u>69</u>	<u>1,788</u>
<b>Reconciliation of Net revenue after taxation to Net distribution for the year:</b>		
Net revenue after taxation for the year, per the Statement of Total Return	42	1,793
<b>Add back (revenue)/expenses transferred to capital:</b>		
Overseas scrip dividends	(49)	(46)
UK scrip dividends	(8)	(1)
	<u>(15)</u>	<u>1,746</u>

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

### 9 Debtors

	30/06/21 £'000	30/06/20 £'000
Overseas tax recoverable	97	142
Accrued revenue	-	152
Sales awaiting settlement	-	5,319
Amounts receivable for issue of shares	-	9
Total debtors	<u>97</u>	<u>5,622</u>

### 10 Cash and bank balances

	30/06/21 £'000	30/06/20 £'000
Cash and bank balances	2	11,527
Amounts held at futures clearing houses and brokers	-	666
Total cash and bank balances	<u>2</u>	<u>12,193</u>

### 11 Other creditors

	30/06/21 £'000	30/06/20 £'000
Amounts payable for cancellation of shares	99	6,782
Accrued expenses	-	169
Purchases awaiting settlement	-	194
Total other creditors	<u>99</u>	<u>7,145</u>

## Notes to the Financial Statements

### 12 Financial instruments exposure

#### Currency exposure

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

The currency exposure of the fund was:

Currency	Non-monetary exposures		Monetary exposures		Monetary exposures		Total exposure
	Investments	Cash balances	Debtors/(Creditors)				
30/06/21	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Danish Krone	-	-	-	29			29
Euro	-	-	-	65			65
UK Pound	-	2		(96)			(94)
<b>Total</b>	<b>-</b>	<b>2</b>	<b></b>	<b>(2)</b>	<b></b>	<b></b>	<b>-</b>
30/06/20	£'000	£'000	£'000	£'000	£'000	£'000	£'000
Australian Dollar	3,332	93	132				3,557
Canadian Dollar	5,736	297	29				6,062
Swiss Franc	5,688	707	99				6,494
Danish Krone	1,348	428	30				1,806
Euro	19,964	3,650	77				23,691
UK Pound	8,874	81	(6,938)				2,017
Hong Kong Dollar	2,195	446	124				2,765
Israeli Shekel	565	1	-				566
Japanese Yen	14,766	3,122	351				18,239
Norwegian Krone	473	165	(41)				597
New Zealand Dollar	289	138	18				445
Swedish Krona	1,852	414	-				2,266
Singapore Dollar	407	601	10				1,018
US Dollar	121,415	2,050	4,586				128,051
<b>Total</b>	<b>186,904</b>	<b>12,193</b>	<b>(1,523)</b>	<b></b>	<b></b>	<b></b>	<b>197,574</b>

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

#### Interest rate risk profile

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

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

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

#### Market value sensitivity analysis

##### Currency risk

A rise or fall of 1% in non UK Pound currencies is likely to result in a 0.00% rise or fall in the fund's market value (2020: 0.95%).

##### Other price risk

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

##### Equity derivatives

At the year end the fund holds no equity derivatives that could impact it significantly (2020: same).

### 13 Portfolio transaction costs

30/06/21	Purchases	Commissions		Taxes	
Analysis of total purchases costs	£'000	£'000	%	£'000	%
Equity	9,618	3	0.03	1	0.02
Bond	1,837	-	-	-	-
Corporate actions	81	-	-	-	-
<b>Total</b>	<b>11,536</b>	<b>3</b>		<b>1</b>	
Total including transaction costs	<b>11,540</b>				
Analysis of total sales costs	£'000	£'000	%	£'000	%
Equity	198,638	31	0.02	5	-
Bond	1,837	-	-	-	-
Corporate actions	18	-	-	-	-
<b>Total</b>	<b>200,493</b>	<b>31</b>		<b>5</b>	
Total including transaction costs	<b>200,457</b>				
Total as a percentage of average net assets*		0.06 %		0.01 %	

# Select Global Equities Fund

## Notes to the Financial Statements

30/06/20	Purchases	Commissions		Taxes	
<b>Analysis of total purchases costs</b>					
	£'000	£'000	%	£'000	%
Equity	132,351	60	0.05	49	0.04
Corporate actions	58	-	-	-	-
Total	<u>132,409</u>	<u>60</u>		<u>49</u>	
Total including transaction costs	<u>132,518</u>				
<b>Analysis of total sales costs</b>					
	£'000	£'000	%	£'000	%
Equity	173,686	74	0.04	6	-
Corporate actions	43	-	-	-	-
Total	<u>173,729</u>	<u>74</u>		<u>6</u>	
Total including transaction costs	<u>173,649</u>				

Total as a percentage of average net assets

0.06 %

0.03 %

\*During the year dealing spread costs may be applicable to purchases and sales (the difference between bid and offer prices of all investments expressed as a percentage of the offer price value), which are not separately identifiable and do not form part of the analysis above. Dealing spread costs suffered by the fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment. At the Balance Sheet date the average portfolio dealing spread was 0.00% (2020: 0.08%).

### 14 Basis of valuation

	30/06/21 £'000	30/06/21 £'000	30/06/20 £'000	30/06/20 £'000
	Assets	Liabilities	Assets	Liabilities
Level 1: Quoted prices	-	-	186,902	-
Level 2: Observable market data	-	-	2	-
Level 3: Unobservable data	-	-	-	-
	<u>-</u>	<u>-</u>	<u>186,904</u>	<u>-</u>

### 15 Shares in issue reconciliation

	Shares in issue as at 30/06/20	Issued shares	Cancelled shares
Accumulation Shares	39,923,653	158,732	(40,082,385)

### 16 Related parties

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

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

Amounts paid to the ACD in respect of services provided are disclosed in Note 6. Amounts due at the year end of £0 (2020: £141,000) are included within accrued expenses in Note 10.

### 17 Counterparty details of financial derivative transactions

30/06/20

Broker	Currency Contracts £'000	CFD £'000	Futures £'000	Swaps £'000	Options £'000	Collateral - Stock £'000	Collateral - Cash £'000	Grand Total £'000
UBS	-	-	96	-	-	-	666	762
Total	<u>-</u>	<u>-</u>	<u>96</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>666</u>	<u>762</u>

### 18 Shareholders' funds

The fund has one share class; Accumulation Shares. The annual management charge is as follows:

Accumulation Shares : 0.80%

**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Financials - (18.57%)</b>		
2,042,091	Fidelity US Quality Income UCITS ETF	13,622	7.76
63,722	Morgan Stanley	4,167	2.37
120,841	Wells Fargo	3,904	2.22
20,537	Arthur J. Gallagher	2,091	1.19
10,317	Berkshire Hathaway	2,055	1.17
17,923	JPMorgan Chase	1,993	1.14
49,697	Bank of The Ozarks	1,509	0.86
3,917	S&P Global	1,160	0.66
20,276	Comerica	1,039	0.59
18,566	Aflac	717	0.41
2,112	Fairfax Financial Holdings	672	0.38
5,652	American Express	670	0.38
23,328	Arch Capital Group	654	0.37
6,045	The Travelers Companies	652	0.37
6,903	Northern Trust	572	0.33
13,335	US Bancorp	545	0.31
8,202	Tradeweb Markets (A)	506	0.29
19,045	Virtu Financial (A)	382	0.22
2,509	First Republic Bank San Francisco	336	0.19
6,113	Texas Capital Bancshares	278	0.16
49,379	Conduit Holdings	256	0.15
2,749	Hamilton Lane (A)	179	0.10
1,203	Wise	108	0.06
946	Wise Seed+A-E Preferred	85	0.05
0	Fidelity Institutional Liquidity Fund - USD A Accumulation shares	1	0.00
		<b>38,153</b>	<b>21.74</b>
	<b>Information Technology - (23.24%)</b>		
37,535	Microsoft	7,349	4.19
73,506	Cisco Systems	2,805	1.60
10,042	MasterCard (A)	2,666	1.52
61,914	Intel	2,535	1.44
12,990	Salesforce.com	2,303	1.31
19,489	Apple	1,916	1.09
34,251	Western Digital	1,745	0.99
15,304	Fidelity National Information Services	1,566	0.89
3,278	Adobe	1,396	0.80
8,053	NXP Semiconductors	1,206	0.69
33,472	Genpact	1,097	0.62
10,906	TE Connectivity	1,063	0.61
11,757	Dell Technologies (C)	867	0.49
9,635	Fiserv	741	0.42
13,001	Amdocs	728	0.41
17,187	Marvell Technology	728	0.41
19,521	DXC Technology	550	0.31
8,738	Oracle	492	0.28
7,430	Micron Technology	444	0.25
44,301	Ericsson (B)	405	0.23
3,069	MKS Instruments	395	0.23
7,320	SS&C Technologies	387	0.22
3,321	Concentrix	383	0.22
2,368	IPG Photonics	365	0.21



**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,764	CDW	351	0.20
3,985	Advanced Energy Industries	327	0.19
3,803	Check Point Software Technologies	320	0.18
4,974	Cognex	300	0.17
9,400	Nutanix (A)	267	0.15
8,769	ON Semiconductor	245	0.14
2,631	Akamai Technologies	223	0.13
24,799	Sabre	218	0.12
20,847	Innoviz Technologies	155	0.09
1,582	Entegris	140	0.08
2,766	Ciena	114	0.06
1,720	Lumentum Holdings	103	0.06
525	Littelfuse	96	0.05
1,912	New Relic	95	0.05
23,020	Graphcore Service E Preferred Perpetual	94	0.05
		<b>37,180</b>	<b>21.18</b>
	<b>Health Care - (13.04%)</b>		
5,914	Thermo Fisher Scientific	2,168	1.23
9,464	Danaher	1,848	1.05
8,720	Stryker	1,638	0.93
8,680	IQVIA	1,528	0.87
8,267	Cigna	1,411	0.80
4,550	Anthem	1,251	0.71
2,736	Regeneron Pharmaceuticals	1,077	0.61
7,504	McKesson	1,038	0.59
11,056	AmerisourceBergen	913	0.52
11,398	Horizon Therapeutics	780	0.44
6,582	Zimmer Biomet	765	0.44
14,185	Centene	755	0.43
12,280	CVS Health	739	0.42
19,327	Boston Scientific	603	0.34
47,547	Viatis	498	0.28
2,696	Amgen	471	0.27
1,111	Humana	354	0.20
6,093	Apellis Pharmaceuticals	279	0.16
4,286	Encompass Health	243	0.14
10,425	Bicycle Therapeutics (ADR)	222	0.13
6,166	Maravai Lifesciences Holdings (A)	190	0.11
12,365	Sutro Biopharma	162	0.09
3,181	Arena Pharmaceuticals	160	0.09
3,143	Krystal Biotech	156	0.09
1,580	Ascendis Pharma (ADR)	153	0.09
3,578	TG Therapeutics	97	0.06
1,513	Genus	76	0.04
		<b>19,575</b>	<b>11.15</b>
	<b>Communication Services - (10.30%)</b>		
3,312	Alphabet (A)	5,840	3.33
12,066	Facebook (A)	3,062	1.74
24,843	T-Mobile US	2,598	1.48
22,404	Activision Blizzard	1,545	0.88
3,079	Netflix	1,185	0.68
51,285	Liberty Global (C)	1,014	0.58

**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
107,935	Pearson	894	0.51
375	Alphabet (C)	682	0.39
942	Charter Communications (A)	487	0.28
9,959	Verizon Communications	401	0.23
2,284	Walt Disney	287	0.16
1,535	Cardlytics	141	0.08
4,395	Altice USA (A)	108	0.06
		<b>18,244</b>	<b>10.39</b>
	<b>Consumer Discretionary - (7.71%)</b>		
1,865	Amazon.com	4,639	2.64
11,364	Lowe's	1,592	0.91
870	Booking Holdings	1,362	0.78
40,553	Dollarama	1,342	0.76
10,800	Dollar Tree	775	0.44
4,625	Advance Auto Parts	685	0.39
168	NVR	601	0.34
19,372	Tapestry	589	0.34
1,095	Burlington Stores	252	0.14
897	Deckers Outdoor	248	0.14
6,378	Service International	247	0.14
8,429	Vizio Holding (A)	164	0.09
10,101	Petco Health & Wellness (A)	162	0.09
3,029	ServiceMaster Global Holdings	105	0.06
3,407	Cricut (A)	98	0.06
1,361	Neogames	60	0.03
2,717	Pet Valu Holdings	41	0.02
		<b>12,962</b>	<b>7.38</b>
	<b>Industrials - (4.76%)</b>		
11,732	Norfolk Southern	2,217	1.26
26,039	Transunion	2,055	1.17
20,455	Raytheon Technologies	1,246	0.71
5,314	Equifax	917	0.52
5,524	Harris	858	0.49
7,010	XPO Logistics	711	0.41
22,285	Air Lease (A)	670	0.38
6,783	Oshkosh	599	0.34
7,992	ITT Inc.	525	0.30
5,819	Armstrong World Industries	452	0.26
7,246	Fortive	367	0.21
1,800	FANUC	314	0.18
1,158	Northrop Grumman	301	0.17
4,829	Booz Allen Hamilton Holding (A)	297	0.17
3,272	ManpowerGroup	281	0.16
4,800	Harmonic Drive Systems	191	0.11
788	Kansas City Southern	162	0.09
10,432	Tradeshift Holdings	45	0.03
2,694	First Advantage	39	0.02
		<b>12,247</b>	<b>6.98</b>
	<b>Energy - (2.60%)</b>		
40,276	Marathon Petroleum	1,745	0.99
37,493	Devon Energy	758	0.43

**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
10,442	Cheniere Energy	649	0.37
57,603	SBM Offshore	635	0.36
5,175	Pioneer Natural Resources	592	0.34
6,007	Diamondback Energy	401	0.23
7,508	Denbury	400	0.23
15,509	Championx	282	0.16
		<b>5,462</b>	<b>3.11</b>
	<b>Consumer Staples - (2.90%)</b>		
74,423	Coca-Cola	2,891	1.65
20,829	Kroger	584	0.33
10,471	Archer Daniels Midland	458	0.26
7,493	Tyson Foods (A)	396	0.23
6,102	Bunge	350	0.20
16,422	Sprouts Farmers Market	300	0.17
1,315	Monster Beverage	87	0.05
		<b>5,066</b>	<b>2.89</b>
	<b>Materials - (2.79%)</b>		
6,482	Air Products & Chemicals	1,348	0.77
19,321	Steel Dynamics	819	0.47
31,342	Endeavour Mining (CA)	486	0.28
3,989	FMC	314	0.18
2,445	Celanese	259	0.15
7,000	Farmers Business Network 0% Preferred Perpetual	167	0.10
400	Farmers Business Network SR F 0% Preferred Perpetual	10	0.01
		<b>3,403</b>	<b>1.94</b>
	<b>Utilities - (2.21%)</b>		
8,141	American Water Works	913	0.52
15,727	NextEra Energy	840	0.48
24,481	Brookfield Renewable	750	0.43
21,018	Exelon	676	0.39
		<b>3,179</b>	<b>1.81</b>
	<b>Real Estate - (0.57%)</b>		
10,365	Welltower	624	0.36
14,920	Vornado Realty Trust	500	0.28
4,488	Simon Property Group	424	0.24
		<b>1,548</b>	<b>0.88</b>
	<b>Futures - (0.09%)</b>		
5,500	E-Mini S&P 500 Index Future 17/09/2021	160	0.09
		<b>160</b>	<b>0.09</b>
	<b>Portfolio of investments</b>	<b>157,179</b>	<b>89.54</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>18,345</b>	<b>10.46</b>
	<b>Net assets</b>	<b>175,524</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Emerging Markets Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (36.52%)</b>		
1,013,273	Alibaba Group Holding (ADR)	167,680	5.12
36,263,000	China Mengniu Dairy	157,632	4.81
453,927	Kweichow Moutai (A) (CN)	104,225	3.18
6,013,000	Anta Sports Products	102,094	3.12
16,000,500	Zhongsheng Group Holdings	96,006	2.93
1,665,500	Tencent Holdings	90,342	2.76
5,543,413	Midea Group (A)	44,168	1.35
5,484,200	Beijing Oriental Yuhong Waterproof Technology (A) (CN)	33,863	1.03
1,540,751	SKSHU Paint Company (A) (CN) 21/07/2021 (ELN)	30,273	0.92
13,115,180	Weichai Power (A) (CN)	26,164	0.80
3,021,331	Midea Group (A)	24,073	0.74
3,064,355	Beijing Oriental Yuhong Waterproof Technology (A)	18,922	0.58
2,044,000	Innovent Biologics	17,191	0.52
5,517,339	Zhejiang Sanhua (A) (CN)	14,764	0.45
2,077,698	Beijing Oriental Yuhong Waterproof Technology (A) (CN) 08/03/2023 (ELN)	12,829	0.39
1,134,400	Baozun (A)	10,163	0.31
888,500	Remegen (H)	9,763	0.30
2,536,025	Sany Heavy Industry (A) (CN)	8,230	0.25
1,294,200	BOC Aviation	7,856	0.24
2,744,317	Zhejiang Sanhua (A)	7,344	0.22
1,035,169	Beijing Oriental Yuhong Waterproof Technology (A) (CN) 23/06/2023 (ELN)	6,392	0.20
915,562	Sany Heavy Industry (A)	2,971	0.09
13,003	Skshu Paint (A) (CN) 03/03/2022 (ELN)	255	0.01
		<b>993,200</b>	<b>30.33</b>
	<b>Taiwan - (8.84%)</b>		
16,932,514	Taiwan Semiconductor Manufacturing Company	260,394	7.95
2,334,000	MediaTek	58,069	1.77
9,560,343	Chialease Holding	49,997	1.53
343,261	Taiwan Semiconductor Manufacturing Company (ADR)	29,773	0.91
144,000	Silergy	14,111	0.43
		<b>412,344</b>	<b>12.59</b>
	<b>India - (11.12%)</b>		
9,781,944	HDFC Bank	142,020	4.34
4,851,300	Infosys	74,387	2.27
651,473	Bajaj Finance	37,965	1.16
2,178,664	Infosys (ADR)	33,710	1.03
4,023,005	HDFC Life	26,857	0.82
1,446,230	ICICI Lombard General Insurance	21,966	0.67
888,946	MakeMy Trip (A)	19,949	0.61
316,432	HDFC Bank (ADR)	16,855	0.51
330,525	Apollo Hospitals Enterprise	11,604	0.35
817,849	Tata Steel	9,243	0.28
		<b>394,556</b>	<b>12.05</b>
	<b>Korea - (8.33%)</b>		
5,222,915	Samsung Electronics	269,981	8.24
1,264,787	SK Hynix	103,294	3.15
		<b>373,275</b>	<b>11.40</b>
	<b>South Africa - (7.40%)</b>		
921,154	Naspers (N)	139,599	4.26
22,478,726	Sibanye Stillwater	66,911	2.04

# Emerging Markets Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,349,193	Bid	20,919	0.64
		<b>227,429</b>	<b>6.95</b>
	<b>Hong Kong - (6.13%)</b>		
14,399,000	AIA Group	129,061	3.94
3,953,000	Techtronic Industries	49,788	1.52
		<b>178,849</b>	<b>5.46</b>
	<b>Russia - (4.50%)</b>		
27,473,808	Sberbank of Russia Preferred	75,958	2.32
1,618,587	PhosAgro (GDR)	23,631	0.72
1,798,640	Sberbank Russia (ADR)	21,518	0.66
889,332	Novolipetsk Steel (GDR)	20,015	0.61
716,807	X5 Retail Group (GDR)	18,102	0.55
		<b>159,224</b>	<b>4.86</b>
	<b>United States - (2.06%)</b>		
7,014	Fidelity Institutional Liquidity Fund - USD A Accumulation shares	91,939	2.81
296,621	Copa Holdings (A)	16,080	0.49
1,184,435	Douyu International Holdings (ADR)	6,135	0.19
		<b>114,154</b>	<b>3.49</b>
	<b>Kazakhstan - (0.00%)</b>		
1,136,199	Kaspi.kz (GDR)	83,107	2.54
		<b>83,107</b>	<b>2.54</b>
	<b>Mexico - (2.64%)</b>		
24,262,118	Grupo Mexico	82,856	2.53
		<b>82,856</b>	<b>2.53</b>
	<b>Cyprus - (0.66%)</b>		
993,581	TCS Group Holding (A) (GDR)	62,125	1.90
		<b>62,125</b>	<b>1.90</b>
	<b>Canada - (0.00%)</b>		
3,561,819	First Quantum Minerals	58,991	1.80
		<b>58,991</b>	<b>1.80</b>
	<b>Cayman Islands - (2.15%)</b>		
593,829	Baozun (ADR)	15,922	0.49
442,424	Noah Holdings (ADR)	15,638	0.48
776,783	Huya (ADR)	9,895	0.30
		<b>41,455</b>	<b>1.27</b>
	<b>Indonesia - (2.18%)</b>		
20,015,200	Bank Central Asia	29,996	0.92
		<b>29,996</b>	<b>0.92</b>
	<b>Germany - (2.32%)</b>		
107,907	adidas	28,992	0.89
		<b>28,992</b>	<b>0.89</b>
	<b>Brazil - (1.42%)</b>		
3,024,000	Localiza Rent A CAR	28,353	0.87
		<b>28,353</b>	<b>0.87</b>
	<b>Turkey - (0.00%)</b>		
6,230	Koytas Tekstil Sanayi Ve Ticaret	0	0.00
		<b>0</b>	<b>0.00</b>
	<b>United Kingdom - (0.00%)</b>		
3,335	Vivo Energy	3	0.00
		<b>3</b>	<b>0.00</b>

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	Portfolio of investments	3,268,909	99.85
	Cash and other net assets/(liabilities)	5,622	0.15
	<b>Net assets</b>	<b>3,274,531</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Europe (ex-UK) Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>France - (34.23%)</b>		
9,099	LVMH Moet Hennessy	5,179	4.34
11,812	L'Oreal	3,824	3.21
29,843	Schneider Electric	3,401	2.85
24,098	EssilorLuxottica	3,240	2.72
4,750	Kering	3,016	2.53
13,397	Dassault Systemes	2,354	1.97
98,815	Bureau Veritas	2,264	1.90
42,184	Danone	2,150	1.80
107,929	JC Decaux	2,136	1.79
31,537	Worldline	2,130	1.79
5,264	Sartorius Stedim Biotech	1,830	1.53
39,844	Edenred	1,641	1.38
49,823	Neoen	1,595	1.34
24,813	Icade	1,547	1.30
70,182	Valeo	1,535	1.29
15,303	Alten	1,477	1.24
112,417	Getlink (A)	1,254	1.05
13,513	Orpea	1,216	1.02
		<b>41,789</b>	<b>35.03</b>
	<b>Germany - (21.86%)</b>		
40,564	SAP	4,150	3.48
18,193	Allianz SE	3,277	2.75
10,824	adidas	2,908	2.44
22,497	Deutsche Boerse	2,846	2.39
51,476	Deutsche Post	2,548	2.14
78,625	Infineon Technologies	2,285	1.92
20,638	Symrise	2,085	1.75
10,104	Munich RE Group	2,008	1.68
34,432	Friedrich Vorwerk Group SE	1,411	1.18
23,271	Dermapharm Holding SE	1,344	1.13
		<b>24,862</b>	<b>20.84</b>
	<b>Switzerland - (15.88%)</b>		
64,566	Nestle	5,835	4.89
19,123	Roche Holdings	5,226	4.38
4,647	Lonza Group	2,384	2.00
6,862	Sonova Holding	1,857	1.56
		<b>15,302</b>	<b>12.83</b>
	<b>Netherlands - (7.82%)</b>		
10,571	ASML Holding	5,272	4.42
248,387	ABN AMRO Group	2,160	1.81
51,281	Basic-Fit	1,571	1.32
		<b>9,003</b>	<b>7.55</b>
	<b>Spain - (6.39%)</b>		
48,015	Amadeus IT Group (A)	2,435	2.04
78,148	Grifols (A)	1,539	1.29
112,358	Solaria Energia y Medio Ambiente	1,476	1.24
52,048	Red Electrica	690	0.58
		<b>6,140</b>	<b>5.15</b>

# Europe (ex-UK) Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Italy - (2.68%)</b>		
1,794,744	Intesa Sanpaolo	3,581	3.00
407,200	Prada	2,230	1.87
		<b>5,811</b>	<b>4.87</b>
	<b>United Kingdom - (1.31%)</b>		
118,582	RELX (NL)	2,275	1.91
94,292	Allfunds Group	1,181	0.99
		<b>3,456</b>	<b>2.90</b>
	<b>Sweden - (2.03%)</b>		
222,379	Ericsson (B)	2,035	1.71
83,939	AAK	1,355	1.14
		<b>3,390</b>	<b>2.84</b>
	<b>Denmark - (3.18%)</b>		
70,565	Vestas Wind Systems	1,974	1.65
21,345	GN Great Nordic	1,350	1.13
		<b>3,324</b>	<b>2.79</b>
	<b>Belgium - (1.03%)</b>		
42,236	Umicore	1,844	1.55
		<b>1,844</b>	<b>1.55</b>
	<b>Portugal - (0.00%)</b>		
110,061	EDP Renovaveis	1,820	1.53
		<b>1,820</b>	<b>1.53</b>
	<b>Ireland - (1.38%)</b>		
15	Fidelity Institutional Liquidity Fund - Euro Accumulation shares	178	0.15
		<b>178</b>	<b>0.15</b>
	<b>Portfolio of investments</b>	<b>116,919</b>	<b>98.03</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>2,359</b>	<b>1.97</b>
	<b>Net assets</b>	<b>119,278</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.



**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>United States - (48.68%)</b>		
330	Fidelity Institutional Liquidity Fund - USD A Accumulation shares	4,323	4.04
19,620	Microsoft	3,841	3.59
1,232	Amazon.com	3,064	2.86
1,322	Alphabet (A)	2,331	2.18
7,171	UnitedHealth Group	2,059	1.92
20,612	Apple	2,027	1.89
39,503	Cisco Systems	1,508	1.41
7,471	Berkshire Hathaway	1,488	1.39
7,590	Danaher	1,482	1.38
47,694	Bank of America	1,406	1.31
7,978	Visa (A)	1,358	1.27
24,720	eBay	1,257	1.17
38,844	Wells Fargo	1,255	1.17
3,180	Regeneron Pharmaceuticals	1,252	1.17
2,339	Charter Communications (A)	1,210	1.13
3,114	Netflix	1,198	1.12
5,068	SBA Communications (A)	1,177	1.10
7,471	Honeywell International	1,164	1.09
37,294	Boston Scientific	1,163	1.09
7,404	Dollar General	1,159	1.08
21,868	Charles Schwab	1,155	1.08
10,693	Arthur J. Gallagher	1,089	1.02
25,999	Intel	1,064	0.99
79,029	Flex	1,031	0.96
104,946	General Electric	991	0.93
1,478	Intuitive Surgical	982	0.92
2,766	Intuit	980	0.92
5,858	CME Group (A)	901	0.84
35,930	Altice USA (A)	883	0.82
14,833	Colgate-Palmolive	869	0.81
4,824	Amgen	844	0.79
537	Booking Holdings	841	0.79
16,673	Amphenol (A)	824	0.77
5,660	10x Genomics (A)	822	0.77
32,741	Grocery Outlet Holding	814	0.76
15,689	Wyndham Hotels & Resorts	813	0.76
7,914	AptarGroup	801	0.75
6,156	Vulcan Materials	773	0.72
12,708	Cognex	768	0.72
8,221	Guardant Health	758	0.71
12,182	Hess	757	0.71
20,495	Uber Technologies	751	0.70
13,384	Amdocs	749	0.70
6,559	American Water Works	736	0.69
4,018	Square (A)	721	0.67
10,845	Monster Beverage	716	0.67
31,955	Driven Brands Holdings	698	0.65
4,326	IPG Photonics	666	0.62
16,856	Nuance Communications	663	0.62
40,314	Petco Health & Wellness (A)	646	0.60
59,584	National Oilwell Varco	636	0.59

**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
3,000	Solaredge Technologies	614	0.57
9,232	Booz Allen Hamilton Holding (A)	567	0.53
21,945	One Medical	534	0.50
7,554	Valero Energy	419	0.39
7,094	Bunge	407	0.38
345	Texas Pacific Land	388	0.36
14,300	Farmers Business Network SR F 0% Preferred Perpetual	341	0.32
6,850	Nanostring Technologies	337	0.31
2,733	Airbnb (A)	288	0.27
5,328	Maravai Lifesciences Holdings (A)	164	0.15
304	Doximity (A)	12	0.01
		<b>65,535</b>	<b>61.20</b>
	<b>Japan - (5.23%)</b>		
29,600	Recruit Holdings	1,057	0.99
7,500	Fujitsu	1,016	0.95
5,000	FANUC	873	0.82
2,300	Keyence	841	0.79
9,400	TDK	827	0.77
1,800	Nintendo	759	0.71
5,600	Shin-Etsu Chemical	679	0.63
11,200	Hamamatsu Photonics K.K.	489	0.46
		<b>6,541</b>	<b>6.11</b>
	<b>Korea - (3.26%)</b>		
3,949	Naver	1,055	0.99
21,585	Samsung Electronics Preferred	1,019	0.95
1,488	LG Chemical	809	0.76
4,311	Hyundai Mobis	806	0.75
		<b>3,689</b>	<b>3.45</b>
	<b>India - (2.69%)</b>		
136,693	Axis Bank	992	0.93
87,124	SBI Cards and Payment Services Limited	820	0.77
46,536	ICICI Lombard General Insurance	707	0.66
28,430	Pidilite Industries	594	0.55
33,867	Kotak Mahindra Bank	560	0.52
		<b>3,673</b>	<b>3.43</b>
	<b>United Kingdom - (4.48%)</b>		
25,939	Unilever (NL)	1,098	1.03
17,639	ASOS	887	0.83
175,998	Glencore	545	0.51
101,647	Dr. Martens	455	0.42
58,436	Graphcore Service E Preferred Perpetual	238	0.22
4,208	Ocado Group	85	0.08
0	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	7	0.01
		<b>3,315</b>	<b>3.10</b>
	<b>Germany - (5.89%)</b>		
41,823	RWE	1,090	1.02
5,380	Volkswagen Preferred	972	0.91
21,265	Bayer	936	0.87
		<b>2,998</b>	<b>2.80</b>

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Switzerland - (4.11%)</b>		
15,242	Nestle	1,378	1.29
21,055	Holcim	914	0.85
		<b>2,292</b>	<b>2.14</b>
	<b>Netherlands - (2.42%)</b>		
7,754	NXP Semiconductors	1,161	1.08
25,657	ArcelorMittal	569	0.53
5,142	Elastic	552	0.52
		<b>2,282</b>	<b>2.13</b>
	<b>Canada - (2.73%)</b>		
83,486	Fairfax India Holdings	771	0.72
6,589	Franco-Nevada (US)	687	0.64
14,331	Agnico Eagle Mines (US)	626	0.59
		<b>2,084</b>	<b>1.95</b>
	<b>France - (3.44%)</b>		
1,786	LVMH Moet Hennessy	1,017	0.95
7,486	Schneider Electric	853	0.80
232,455	CGG	150	0.14
		<b>2,020</b>	<b>1.89</b>
	<b>Italy - (1.43%)</b>		
154,195	Enel	1,038	0.97
451,316	Intesa Sanpaolo	900	0.84
		<b>1,938</b>	<b>1.81</b>
	<b>China - (1.80%)</b>		
7,276	Zai Lab (ADR)	932	0.87
3,166	Sea (A) (ADR)	656	0.61
2,770	Kanzhun (ADR)	77	0.07
		<b>1,665</b>	<b>1.55</b>
	<b>Sweden - (2.74%)</b>		
103,764	Ericsson (B)	950	0.89
34,022	Epiroc (A)	565	0.53
		<b>1,515</b>	<b>1.41</b>
	<b>Spain - (0.83%)</b>		
29,454	Cellnex Telecom	1,358	1.27
		<b>1,358</b>	<b>1.27</b>
	<b>Taiwan - (0.00%)</b>		
66,000	Taiwan Semiconductor Manufacturing Company	1,015	0.95
		<b>1,015</b>	<b>0.95</b>
	<b>Israel - (0.00%)</b>		
127,848	Ironsource (A)	1,014	0.95
		<b>1,014</b>	<b>0.95</b>
	<b>South Africa - (1.37%)</b>		
6,373	Naspers (N)	966	0.90
		<b>966</b>	<b>0.90</b>
	<b>Hong Kong - (2.18%)</b>		
88,600	AIA Group	794	0.74
		<b>794</b>	<b>0.74</b>

**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Luxembourg - (0.00%)</b>		
43,339	Inpost	623	0.58
		<b>623</b>	<b>0.58</b>
	<b>Finland - (0.49%)</b>		
76,047	Nordea Bank Abp	613	0.57
		<b>613</b>	<b>0.57</b>
	<b>Ireland - (0.58%)</b>		
42,884	Ryanair Holdings	575	0.54
0	Fidelity Institutional Liquidity Fund - Euro Accumulation shares	4	0.00
		<b>579</b>	<b>0.54</b>
	<b>Peru - (0.75%)</b>		
5,054	Southern Copper	237	0.22
		<b>237</b>	<b>0.22</b>
	<b>Australia - (1.22%)</b>		
41,654	Northern Star Resources	219	0.20
		<b>219</b>	<b>0.20</b>
	<b>Futures - (0.00%)</b>		
1,300	E-Mini S&P 500 Index Future 17/09/2021	28	0.03
		<b>28</b>	<b>0.03</b>
	<b>Portfolio of investments</b>	<b>106,993</b>	<b>99.92</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>83</b>	<b>0.08</b>
	<b>Net assets</b>	<b>107,076</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Index-Linked Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
<b>Gilt Edged Securities - (91.68%)</b>			
6,375,000	UK Gilt 0.125% I/L 22/03/2044 Reg S	13,306	6.83
3,465,000	UK Gilt 0.125% I/L 22/03/2068 Reg S	11,791	6.06
2,730,000	UK Gilt 1.25% I/L 22/11/2055	11,432	5.87
6,850,000	UK Gilt 0.125% I/L 22/03/2029 Reg S	10,836	5.57
5,200,000	UK Gilt 0.125% I/L 10/08/2048 Reg S	10,448	5.37
3,125,000	UK Gilt 0.375% I/L 22/03/2062 Reg S	10,179	5.23
3,466,000	UK Gilt 2.00% I/L 26/01/2035	10,168	5.22
3,830,000	UK Gilt 0.625% I/L 22/11/2042 Reg S	9,710	4.99
3,610,000	UK Gilt 0.125% I/L 22/03/2058 Reg S	9,398	4.83
3,054,000	UK Gilt 0.50% I/L 22/03/2050 Reg S	8,772	4.51
3,980,000	UK Gilt 1.25% I/L 22/11/2032	8,350	4.29
4,100,000	UK Gilt 0.125% I/L 22/03/2046 Reg S	8,338	4.28
3,300,000	UK Gilt 0.25% I/L 22/03/2052 Reg S	8,256	4.24
3,500,000	UK Gilt 0.625% I/L 22/03/2040 Reg S	8,211	4.22
3,200,000	UK Gilt 1.125% I/L 22/11/2037	8,164	4.19
2,450,000	UK Gilt 0.75% I/L 22/11/2047	7,221	3.71
2,100,000	UK Gilt 0.125% I/L 22/11/2065 Reg S	6,341	3.26
3,300,000	UK Gilt 0.125% I/L 22/11/2036 Reg S	5,642	2.90
2,600,000	UK Gilt 0.75% I/L 22/03/2034 Reg S	5,009	2.57
2,700,000	UK Gilt 0.125% I/L 10/08/2041 Reg S	4,681	2.40
1,200,000	UK Gilt 0.125% I/L 22/11/2056 Reg S	2,922	1.50
608,000	UK Gilt 4.125% I/L 22/07/2030	2,267	1.16
		<b>181,442</b>	<b>93.19</b>
<b>Mortgage Related Bonds - (4.08%)</b>			
1,420,000	Dwr Cymru (Financing) 3.514% 31/03/2030	3,623	1.86
800,000	UPP Bond 1 Issuer 2.7291% 31/08/2047 EMTN	1,512	0.78
750,000	High Speed Rail Finance 1 1.566% 01/11/2038 EMTN Reg S	1,260	0.65
230,000	Southern Water Services Finance 3.706% 31/03/2034	641	0.33
114,000	Southern Water Services Finance 3.816% 31/03/2023 Reg S	207	0.11
		<b>7,243</b>	<b>3.72</b>
<b>Financials - (2.19%)</b>			
265	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	5,566	2.86
		<b>5,566</b>	<b>2.86</b>
<b>Overnight Indexed Swaps - (0.00%)</b>			
1,400,000	Receive fixed 0.7338% pay float SONIA Overnight Deposit Rates Swap 25/02/2031	5	0.00
		<b>5</b>	<b>0.00</b>
<b>Forward Foreign Exchange Contracts - (0.01%)</b>			
5,297,745	Bought USD sold EUR @ 0.825068 for settlement 06/08/2021	71	0.04
2,366,754	Bought USD sold AUD @ 1.282347 for settlement 06/08/2021	64	0.03
2,650,867	Bought USD sold AUD @ 1.291276 for settlement 06/08/2021	59	0.03
2,588,076	Bought USD sold SEK @ 8.262892 for settlement 06/08/2021	53	0.03
1,813,350	Bought USD sold NZD @ 1.384179 for settlement 06/08/2021	43	0.02
1,924,578	Bought USD sold CAD @ 1.204420 for settlement 06/08/2021	39	0.02
1,073,167	Bought USD sold NOK @ 8.204657 for settlement 06/08/2021	32	0.02
1,066,964	Bought USD sold AUD @ 1.292452 for settlement 06/08/2021	23	0.01
1,472,200	Bought USD sold NZD @ 1.401984 for settlement 06/08/2021	22	0.01
1,555,526	Bought USD sold JPY @ 108.896875 for settlement 06/08/2021	16	0.01
396,284	Bought USD sold AUD @ 1.274338 for settlement 06/08/2021	12	0.01
444,307	Bought USD sold NOK @ 8.248783 for settlement 06/08/2021	12	0.01
427,453	Bought USD sold NZD @ 1.377931 for settlement 06/08/2021	12	0.01

# Index-Linked Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
423,915	Bought USD sold NZD @ 1.382353 for settlement 06/08/2021	11	0.01
434,675	Bought USD sold SEK @ 8.305027 for settlement 06/08/2021	7	0.00
577,054	Bought USD sold CAD @ 1.218255 for settlement 06/08/2021	7	0.00
211,671	Bought USD sold NOK @ 8.220304 for settlement 06/08/2021	6	0.00
839,728	Bought USD sold SEK @ 8.451514 for settlement 06/08/2021	4	0.00
219,093	Bought USD sold CAD @ 1.204969 for settlement 06/08/2021	4	0.00
297,127	Bought USD sold EUR @ 0.824562 for settlement 06/08/2021	4	0.00
204,692	Bought USD sold AUD @ 1.299516 for settlement 06/08/2021	4	0.00
224,832	Bought USD sold SEK @ 8.308408 for settlement 06/08/2021	4	0.00
222,063	Bought USD sold GBP @ 0.712900 for settlement 06/08/2021	3	0.00
1,056,929	Bought USD sold GBP @ 0.712900 for settlement 06/08/2021	3	0.00
(386,000)	Bought GBP sold NZD @ 1.956180 for settlement 18/08/2021	3	0.00
423,843	Bought USD sold CAD @ 1.231589 for settlement 06/08/2021	2	0.00
1,698,000	Bought USD sold GBP @ 0.712900 for settlement 18/08/2021	2	0.00
5,614,000	Bought NOK sold USD @ 0.116288 for settlement 06/08/2021	2	0.00
3,730,000	Bought SEK sold USD @ 0.116907 for settlement 06/08/2021	2	0.00
18,401,000	Bought SEK sold USD @ 0.117453 for settlement 06/08/2021	2	0.00
152,972	Bought USD sold JPY @ 108.873163 for settlement 06/08/2021	2	0.00
366,212	Bought USD sold NZD @ 1.428135 for settlement 06/08/2021	1	0.00
438,510	Bought USD sold AUD @ 1.327221 for settlement 06/08/2021	1	0.00
1,559,317	Bought USD sold GBP @ 0.712900 for settlement 06/08/2021	1	0.00
473,849	Bought USD sold CAD @ 1.236681 for settlement 06/08/2021	1	0.00
850,170	Bought USD sold GBP @ 0.712900 for settlement 06/08/2021	1	0.00
(423,000)	Bought GBP sold CAD @ 1.713349 for settlement 18/08/2021	1	0.00
(410,000)	Bought GBP sold CAD @ 1.713684 for settlement 18/08/2021	1	0.00
1,769,000	Bought NOK sold USD @ 0.116777 for settlement 06/08/2021	0	0.00
870,103	Bought USD sold GBP @ 0.712900 for settlement 06/08/2021	0	0.00
882,846	Bought USD sold JPY @ 110.533879 for settlement 06/08/2021	0	0.00
1,008,174	Bought USD sold JPY @ 110.387460 for settlement 06/08/2021	0	0.00
377,000	Bought CAD sold GBP @ 0.584367 for settlement 18/08/2021	0	0.00
1,856,000	Bought CAD sold USD @ 0.807248 for settlement 06/08/2021	(1)	0.00
864,000	Bought CAD sold GBP @ 0.584367 for settlement 18/08/2021	(2)	0.00
160,000	Bought NZD sold USD @ 0.713098 for settlement 06/08/2021	(2)	0.00
272,000	Bought NZD sold GBP @ 0.509666 for settlement 18/08/2021	(3)	0.00
112,231,000	Bought JPY sold USD @ 0.009090 for settlement 06/08/2021	(3)	0.00
(288,629)	Bought GBP sold USD @ 1.407947 for settlement 06/08/2021	(3)	0.00
(330,000)	Bought GBP sold USD @ 1.409219 for settlement 18/08/2021	(4)	0.00
1,709,000	Bought NOK sold USD @ 0.120038 for settlement 06/08/2021	(4)	0.00
34,538,000	Bought JPY sold USD @ 0.009209 for settlement 06/08/2021	(4)	0.00
(1,493,000)	Bought GBP sold USD @ 1.392943 for settlement 18/08/2021	(5)	0.00
1,042,000	Bought CAD sold USD @ 0.814856 for settlement 06/08/2021	(6)	0.00
98,771,000	Bought JPY sold USD @ 0.009139 for settlement 06/08/2021	(6)	0.00
93,180,000	Bought JPY sold USD @ 0.009143 for settlement 06/08/2021	(6)	0.00
7,097,000	Bought SEK sold USD @ 0.119024 for settlement 06/08/2021	(7)	0.00
574,000	Bought AUD sold GBP @ 0.553116 for settlement 18/08/2021	(8)	0.00
(854,308)	Bought GBP sold USD @ 1.414418 for settlement 06/08/2021	(12)	(0.01)
(883,797)	Bought GBP sold USD @ 1.418614 for settlement 06/08/2021	(14)	(0.01)
5,493,000	Bought NOK sold USD @ 0.120930 for settlement 06/08/2021	(16)	(0.01)
7,008,000	Bought NOK sold USD @ 0.120202 for settlement 06/08/2021	(17)	(0.01)
(1,304,275)	Bought GBP sold USD @ 1.420779 for settlement 06/08/2021	(23)	(0.01)
(1,538,602)	Bought GBP sold USD @ 1.416761 for settlement 06/08/2021	(24)	(0.01)
1,505,000	Bought NZD sold USD @ 0.720489 for settlement 06/08/2021	(24)	(0.01)

# Index-Linked Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,915,000	Bought AUD sold USD @ 0.771933 for settlement 06/08/2021	(30)	(0.02)
2,062,000	Bought CAD sold USD @ 0.830937 for settlement 06/08/2021	(36)	(0.02)
415,284,000	Bought JPY sold USD @ 0.009195 for settlement 06/08/2021	(42)	(0.02)
24,995,000	Bought SEK sold USD @ 0.120503 for settlement 06/08/2021	(53)	(0.03)
3,002,000	Bought AUD sold USD @ 0.777314 for settlement 06/08/2021	(58)	(0.03)
3,972,000	Bought CAD sold USD @ 0.827924 for settlement 06/08/2021	(61)	(0.03)
4,273,000	Bought AUD sold USD @ 0.776200 for settlement 06/08/2021	(79)	(0.04)
		<b>(16)</b>	<b>(0.01)</b>
	<b>Interest Rate Swaps - (0.12%)</b>		
2,300,000	Pay fixed 0.5103% receive float New Zealand Bank Bill 3 Month Index 13/10/2030	136	0.07
2,400,000	Pay fixed 0.925% receive float New Zealand Bank Bill 3 Month Index 14/12/2030	100	0.05
2,300,000	Receive fixed 2.1497% pay float 6 Month AUD Bank Bill 23/04/2029	76	0.04
2,100,000	Pay fixed 0.8567% receive float 3 Month USD LIBOR 23/11/2030	73	0.04
3,300,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	49	0.03
3,000,000	Receive fixed 2.15% pay float 3 Month CDOR 18/03/2031	48	0.02
1,300,000	Pay fixed 0.9252% receive float 3 Month USD LIBOR 07/12/2030	40	0.02
4,800,000	Receive fixed 0.06% pay float 6 Month CHF Libor 05/05/2031	20	0.01
36,300,000	Receive fixed 0.805% pay float 3 Month STIBOR 05/05/2031	14	0.01
600,000	Pay fixed 1.2025% receive float New Zealand Bank Bill 3 Month Index 19/08/2029	12	0.01
400,000	Pay fixed 1.193% receive float New Zealand Bank Bill 3 Month Index 14/10/2029	9	0.00
2,700,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	9	0.00
211,800,000	Pay fixed 0.0939% receive float 6 Month JPY LIBOR 16/02/2031	(2)	0.00
1,900,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(7)	0.00
6,500,000	Pay fixed 1.88% receive float New Zealand Bank Bill 3 Month Index 04/05/2031	(9)	0.00
2,100,000	Receive fixed 1.4155% pay float 6 Month AUD Bank Bill 19/02/2031	(12)	(0.01)
500,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	(13)	(0.01)
420,500,000	Pay fixed 0.1314% receive float 6 Month JPY LIBOR 24/05/2031	(13)	(0.01)
1,800,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(14)	(0.01)
196,600,000	Pay fixed 0.1964% receive float 6 Month JPY LIBOR 01/03/2031	(15)	(0.01)
2,500,000	Receive fixed 1.0912% pay float 6 Month AUD Bank Bill 11/10/2029	(34)	(0.02)
1,000,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(38)	(0.02)
2,600,000	Pay fixed 1.6477% receive float 3 Month USD LIBOR 05/05/2031	(40)	(0.02)
1,400,000	Receive fixed 0.7487% pay float 6 Month AUD Bank Bill 06/10/2030	(51)	(0.03)
2,100,000	Receive fixed 1.2638% pay float 3 Month CDOR 03/12/2030	(61)	(0.03)
2,600,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(68)	(0.03)
2,500,000	Pay fixed 2.415% receive float NZD Bank Bill 3 Month Index 12/02/2029	(71)	(0.04)
3,200,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(73)	(0.04)
3,500,000	Receive fixed 0.9697% pay float 6 Month AUD Bank Bill 11/12/2030	(94)	(0.05)
3,500,000	Receive fixed 0.8077% pay float 6 Month AUD Bank Bill 17/07/2030	(111)	(0.06)
2,700,000	Receive fixed 0.97% pay float 3 Month CDOR 16/07/2030	(112)	(0.06)
2,200,000	Receive fixed 0.1098% pay float Overnight GBP SONIA 17/09/2030	(112)	(0.06)
3,700,000	Receive fixed 1.0823% pay float New Zealand Bank Bill 3 Month Index 18/01/2031	(130)	(0.07)
		<b>(494)</b>	<b>(0.25)</b>
	<b>Portfolio of investments</b>	<b>193,746</b>	<b>99.51</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>956</b>	<b>0.49</b>
	<b>Net assets</b>	<b>194,702</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Electric Appliances - (28.08%)</b>		
6,300	Keyence	2,305	3.48
6,100	Tokyo Electron	1,915	2.89
37,400	Hitachi	1,549	2.34
58,400	Stanley Electric	1,224	1.85
27,000	Hamamatsu Photonics K.K.	1,179	1.78
13,300	Nidec	1,118	1.69
6,400	FANUC	1,117	1.69
42,000	Minebea Mitsumi	804	1.22
14,100	Murata Manufacturing	781	1.18
16,900	Koito Manufacturing	761	1.15
10,000	Rohm	670	1.01
18,700	IRISO Electronics	654	0.99
6,800	SCREEN Holdings	487	0.74
15,900	Azbil	478	0.72
55,200	Renesas Electronics	432	0.65
24,200	Ushio	321	0.49
29,200	Yokogawa Electric	316	0.48
2,900	TDK	255	0.39
5,800	Mitsui High-tec	241	0.36
4,800	Fuji Electric	162	0.24
		<b>16,769</b>	<b>25.35</b>
	<b>Wholesale Trade - (7.30%)</b>		
131,700	MISUMI Group	3,220	4.87
88,500	ITOCHU	1,849	2.80
96,000	Mitsui	1,567	2.37
17,000	Trusco Nakayama	314	0.47
		<b>6,950</b>	<b>10.51</b>
	<b>Services - (2.46%)</b>		
90,300	Recruit Holdings	3,224	4.87
11,200	Oriental Land	1,157	1.75
50,600	Round One	454	0.69
19,400	UT Group	410	0.62
19,400	Relo Group	322	0.49
19,400	Rakuten	159	0.24
6,400	DIP	143	0.22
		<b>5,869</b>	<b>8.87</b>
	<b>Machinery - (19.75%)</b>		
3,200	SMC	1,371	2.07
45,600	THK	985	1.49
6,200	Daikin Industries	837	1.27
18,200	Makita	620	0.94
6,200	Daifuku	408	0.62
1,800	Disco	398	0.60
14,500	Hitachi Construction Machinery	321	0.49
9,800	Amano	179	0.27
8,200	CKD	125	0.19
6,900	KITO	75	0.11
		<b>5,319</b>	<b>8.04</b>



## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Chemicals - (4.63%)</b>		
23,500	Shiseido	1,253	1.89
10,300	Shin-Etsu Chemical	1,249	1.89
27,900	Nifco	762	1.15
29,200	Kansai Paint	540	0.82
11,500	Sumitomo Bakelite	368	0.56
17,100	Air Water	191	0.29
6,900	Fuso Chemical	184	0.28
4,400	Denka	106	0.16
5,600	Zeon	56	0.08
		<b>4,709</b>	<b>7.12</b>
	<b>Insurance - (2.78%)</b>		
55,700	Tokio Marine Holdings	1,857	2.81
86,200	T&D Holdings	808	1.22
54,400	Dai-ichi Life Holdings	722	1.09
23,300	Sompo Holdings	624	0.94
		<b>4,011</b>	<b>6.06</b>
	<b>Transportation Equipment - (5.20%)</b>		
8,200	Shimano	1,408	2.13
26,900	Denso	1,331	2.01
23,800	Honda Motor	552	0.83
22,500	Musashi Seimitsu Industries	363	0.55
11,300	Suzuki Motor	347	0.52
		<b>4,001</b>	<b>6.05</b>
	<b>Precision Instruments - (7.72%)</b>		
83,900	Olympus	1,208	1.83
12,200	Hoya	1,172	1.77
37,700	Shimadzu	1,056	1.60
		<b>3,436</b>	<b>5.20</b>
	<b>Other Financing Business - (1.59%)</b>		
163,200	ORIX	1,997	3.02
16,400	Zenkoku Hoshu	511	0.77
		<b>2,508</b>	<b>3.79</b>
	<b>Pharmaceutical - (5.51%)</b>		
20,600	Nippon Shinyaku	1,184	1.79
9,000	Eisai	642	0.97
10,300	Astellas Pharma	130	0.20
		<b>1,956</b>	<b>2.96</b>
	<b>Retail Trade - (4.46%)</b>		
48,300	Pan Pacific International Holdings	727	1.10
18,800	Saizeriya	327	0.49
20,400	Ryohin Keikaku	310	0.47
3,900	Seven & I Holdings	135	0.20
1,500	Jins Holdings	83	0.13
		<b>1,582</b>	<b>2.39</b>
	<b>Nonferrous Metals - (0.00%)</b>		
121,200	Sumitomo Electric Industries	1,296	1.96
4,800	UACJ	87	0.13
		<b>1,383</b>	<b>2.09</b>
	<b>Air Transportation - (0.00%)</b>		

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
47,500	Japan Airlines	744	1.12
29,500	ANA Holdings	503	0.76
		<b>1,247</b>	<b>1.89</b>
	<b>Construction - (1.87%)</b>		
96,500	Penta-Ocean Construction	487	0.74
13,300	SHO-BOND Holdings	401	0.61
9,800	Comsys Holdings	196	0.30
5,200	Raito Kogyo	61	0.09
		<b>1,145</b>	<b>1.73</b>
	<b>Land Transportation - (0.39%)</b>		
4,100	Central Japan Railway	451	0.68
36,900	Tokyu	364	0.55
3,600	West Japan Railway	149	0.23
3,800	Hitachi Transport System	114	0.17
		<b>1,078</b>	<b>1.63</b>
	<b>Rubber Products - (1.16%)</b>		
64,200	Toyo Tire & Rubber	983	1.49
		<b>983</b>	<b>1.49</b>
	<b>Real Estate - (0.26%)</b>		
12,900	Open House	439	0.66
17,500	Mitsui Fudosan	294	0.44
12,200	Nomura Real Estate Holding	224	0.34
		<b>957</b>	<b>1.45</b>
	<b>Other Products - (0.00%)</b>		
16,100	Yamaha	633	0.96
		<b>633</b>	<b>0.96</b>
	<b>Foods - (0.00%)</b>		
15,000	Asahi Group Holdings	508	0.77
		<b>508</b>	<b>0.77</b>
	<b>Mining - (0.00%)</b>		
59,000	INPEX	319	0.48
		<b>319</b>	<b>0.48</b>
	<b>Information &amp; Communication - (4.16%)</b>		
5,200	Toho	155	0.23
2,600	Digital Garage	85	0.13
300	OBIC	41	0.06
		<b>281</b>	<b>0.42</b>
	<b>Fishing, Agriculture, &amp; Forestry - (0.34%)</b>		
7,900	Sakata Seed	188	0.28
		<b>188</b>	<b>0.28</b>
	<b>Portfolio of investments</b>	<b>65,832</b>	<b>99.53</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>304</b>	<b>0.47</b>
	<b>Net assets</b>	<b>66,136</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Long Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Gilt Edged Securities - (72.80%)</b>		
5,182,239	UK Gilt 3.25% 22/01/2044 Reg S	7,260	16.20
5,120,513	UK Gilt 1.50% 22/07/2047 Reg S	5,424	12.10
4,272,679	UK Gilt 1.75% 22/07/2057 Reg S	4,982	11.11
2,460,688	UK Gilt 3.50% 22/07/2068	4,608	10.28
1,882,824	UK Gilt 3.75% 22/07/2052 Reg S	3,115	6.95
1,542,131	UK Gilt 4.25% 07/12/2055	2,870	6.41
1,510,067	UK Gilt 4.00% 22/01/2060 Reg S	2,846	6.35
808,640	UK Gilt 2.50% 22/07/2065 Reg S	1,192	2.66
656,878	UK Gilt 4.50% 07/12/2042	1,068	2.38
605,973	UK Gilt 4.25% 07/12/2046	1,006	2.24
533,231	UK Gilt 4.25% 07/12/2040 Reg S	820	1.83
336,171	UK Gilt 4.75% 07/12/2038	531	1.18
185,180	UK Gilt 1.75% 07/09/2037 Reg S	203	0.45
144,225	UK Gilt 1.625% 22/10/2071 Reg S	176	0.39
		<b>36,101</b>	<b>80.55</b>
	<b>Corporate Bonds - (17.24%)</b>		
476,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	482	1.08
382,000	First Abu Dhabi Bank 0.875% 09/12/2025 EMTN Reg S	378	0.84
357,000	Bank of America Corporation 1.667% VRN 02/06/2029 EMTN Reg S	359	0.80
345,157	Shaftesbury Carnaby 2.487% 30/09/2031 Reg S	340	0.76
300,000	Credit Agricole 1.874% VRN 09/12/2031 Reg S	301	0.67
290,000	Goldman Sachs Group 1.00% VRN 16/12/2025 EMTN Reg S	289	0.64
265,000	Canary Wharf Group Investment Holdings 2.625% 23/04/2025 Reg S	268	0.60
288,000	Deutsche Bahn Finance 1.125% 29/05/2051 EMTN Reg S	248	0.55
221,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	246	0.55
303,000	Scentre Group Trust 1 / Scentre Group Trust 2 3.625% 28/01/2026 144A	238	0.53
231,000	London Stock Exchange 1.625% 06/04/2030 Reg S	231	0.52
193,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	206	0.46
271,000	HSBC Holdings 1.645% VRN 18/04/2026	198	0.44
152,000	University of Oxford 2.544% 08/12/2117 Reg S	191	0.43
148,000	Lloyds Bank 4.875% 30/03/2027 EMTN	182	0.41
172,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	176	0.39
130,000	British Land 5.264% 24/09/2035	170	0.38
163,000	Nestle Holdings 1.375% 23/06/2033 EMTN Reg S	163	0.36
154,000	Nestle Holdings 0.625% 18/12/2025 EMTN Reg S	154	0.34
131,000	Paradigm Homes Charitable Housing Association 2.25% 20/05/2051 Reg S	136	0.30
158,000	Enel Finance International 0.875% 17/06/2036 EMTN Reg S	134	0.30
112,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	113	0.25
100,000	BNP Paribas 2.00% VRN 24/05/2031 EMTN	101	0.23
104,000	Simon International Finance SCA 1.125% 19/03/2033 Reg S	89	0.20
100,000	Vonovia SE 1.50% 14/06/2041 Reg S	86	0.19
70,752	Bankers Investment Trust 8.00% 31/10/2023	82	0.18
74,034	Edinburgh Investment Trust 7.75% 30/09/2022	79	0.18
18,000	Autostrade per Litalia 1.625% 12/06/2023	16	0.04
		<b>5,656</b>	<b>12.62</b>
	<b>Mortgage Related Bonds - (3.20%)</b>		
581,000	Newday Partnership Funding 2017 1 0.8052% VRN 15/12/2027 Reg S	581	1.30
307,940	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	310	0.69
216,000	High Speed Rail Finance 1 4.375% 01/11/2038 Reg S	272	0.61
191,790	Together Asset Backed Securitisation 2021-Cre1 1.4498% VRN 20/01/2055 Reg S	192	0.43
161,980	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	162	0.36

# Long Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
162,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	111	0.25
216,000	Metrocentre Finance 8.75% VRN 06/12/2028	104	0.23
92,494	Together Asset Backed Securitisation 1 1.0842% VRN 12/03/2049 Reg S	93	0.21
75,117	Together Asset Backed Securitisation 2018-1 1.2642% VRN 12/07/2050 Reg S	75	0.17
84,969	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	73	0.16
82,976	British Airways 2020-1 Class A Pass Through Trust 4.25% 15/05/2034 144A	64	0.14
28,464	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	35	0.08
		<b>2,072</b>	<b>4.62</b>
	<b>Government Bonds - (2.02%)</b>		
335,000	Kuwait 2.75% 20/03/2022 Reg S	246	0.55
270,000	Qatar 3.75% 16/04/2030 Reg S	220	0.49
		<b>466</b>	<b>1.04</b>
	<b>Financials - (2.26%)</b>		
9	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	193	0.43
		<b>193</b>	<b>0.43</b>
	<b>Futures - ((0.04)%)</b>		
1,500,000	US Ultra Bond Commodity Future 21/09/2021	102	0.23
1,800,000	US Ultra 10 Year Note Future 21/09/2021	36	0.08
3,900,000	Long Gilt Commodity Future 28/09/2021	9	0.02
500,000	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2021	3	0.01
(100,000)	Euro-Schatz Commodity Future 08/09/2021	0	0.00
200,000	Euro-Bobl Commodity Future 08/09/2021	0	0.00
(300,000)	Euro Buxl 30 Year Commodity Future 08/09/2021	(4)	(0.01)
		<b>146</b>	<b>0.33</b>
	<b>Forward Foreign Exchange Contracts - ((0.12)%)</b>		
3,348,000	Bought USD sold GBP @ 0.705602 for settlement 18/08/2021	55	0.12
1,080,000	Bought USD sold GBP @ 0.705602 for settlement 18/08/2021	16	0.04
740,000	Bought USD sold GBP @ 0.705602 for settlement 18/08/2021	10	0.02
(182,000)	Bought GBP sold EUR @ 1.152830 for settlement 18/08/2021	2	0.00
(236,000)	Bought GBP sold EUR @ 1.157340 for settlement 18/08/2021	1	0.00
(141,000)	Bought GBP sold EUR @ 1.164773 for settlement 18/08/2021	0	0.00
(253,000)	Bought GBP sold EUR @ 1.170247 for settlement 18/08/2021	(1)	0.00
350,000	Bought EUR sold GBP @ 0.860756 for settlement 18/08/2021	(1)	0.00
(3,549,000)	Bought GBP sold USD @ 1.388334 for settlement 18/08/2021	(3)	(0.01)
(904,000)	Bought GBP sold USD @ 1.407984 for settlement 18/08/2021	(10)	(0.02)
(1,350,000)	Bought GBP sold USD @ 1.412719 for settlement 18/08/2021	(18)	(0.04)
		<b>51</b>	<b>0.11</b>
	<b>Overnight Indexed Swaps - (0.00%)</b>		
500,000	Receive fixed 0.8058% pay float SONIA Overnight Deposit Rates Swap 30/04/2031	5	0.01
		<b>5</b>	<b>0.01</b>
	<b>Index Credit Default Swaps - ((0.06)%)</b>		
2,000,000	Bought Protection on ITRAXX XOver S35 20/06/2026	(213)	(0.48)
		<b>(213)</b>	<b>(0.48)</b>
	<b>Interest Rate Swaps - (0.51%)</b>		
1,750,000	Pay fixed -0.0343% receive Overnight GBP SONIA 16/10/2025	34	0.08
2,400,000	Receive fixed 1.7557% pay float 6 Month AUD Bank Bill 04/05/2031	25	0.06
1,100,000	Receive fixed 1.9983% pay float 3 Month CDOR 30/04/2031	9	0.02
700,000	Receive fixed 0.0613% pay float 6 Month CHF LIBOR 05/05/2031	3	0.01
5,400,000	Receive fixed 0.8133% pay float 3 Month STIBOR 05/05/2031	2	0.00
2,100,000	Pay fixed 1.8553% receive float New Zealand Bank Bill 3 Month Index 04/05/2031	0	0.00

# Long Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
124,600,000	Pay fixed 0.1339% receive float 6 Month JPY LIBOR 07/05/2031	(4)	(0.01)
2,200,000	Pay fixed 0.1382% receive float 6 Month EURIBOR 04/05/2031	(7)	(0.02)
800,000	Pay fixed 1.6487% receive float 3 Month USD LIBOR 05/05/2031	(12)	(0.03)
1,100,000	Receive fixed 0.2636% pay float Overnight GBP SONIA 16/10/2050	(162)	(0.36)
1,750,000	Receive fixed 0.2646% pay float Overnight GBP SONIA 16/10/2040	(182)	(0.41)
4,000,000	Pay fixed 2.3517% receive float 3 Month USD LIBOR 24/01/2026	(193)	(0.43)
3,000,000	Pay fixed 2.6187% receive float 3 Month USD LIBOR 24/01/2047	(400)	(0.89)
		<b>(887)</b>	<b>(1.98)</b>
	<b>Portfolio of investments</b>	<b>43,590</b>	<b>97.25</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>1,234</b>	<b>2.75</b>
	<b>Net assets</b>	<b>44,824</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (83.77%)</b>		
6,353,000	Apple 3.60% 31/07/2042	8,541	1.75
5,369,000	GlaxoSmithKline Capital 4.25% 18/12/2045 EMTN Reg S	7,636	1.57
3,800,000	Rabobank 5.375% 03/08/2060 EMTN	7,403	1.52
4,750,000	EDF 5.125% 22/09/2050 EMTN Reg S	7,343	1.50
4,636,000	GE Capital UK Funding 6.25% 05/05/2038 EMTN	6,916	1.42
5,458,000	Pension Insurance 5.625% 20/09/2030 Reg S	6,704	1.37
4,923,000	BHP Billiton Finance 4.30% 25/09/2042	6,698	1.37
5,424,000	Berkshire Hathaway Finance 2.625% 19/06/2059	6,267	1.28
7,872,000	Amazon.com 3.25% 12/05/2061	6,041	1.24
3,900,000	HSBC Holdings 7.00% 07/04/2038 EMTN Reg S	6,016	1.23
3,494,000	Lloyds Bank 6.50% 17/09/2040 EMTN Reg S	5,978	1.23
3,180,000	Reseau Ferre de France 5.00% 11/03/2052 EMTN	5,489	1.12
5,000,000	Goldman Sachs Group 1.875% 16/12/2030 EMTN Reg S	5,009	1.03
2,237,000	Thames Water Utilities 7.738% 09/04/2058 Reg S	4,958	1.02
3,660,000	Time Warner Cable 5.25% 15/07/2042	4,872	1.00
4,504,000	Walmart Stores 6.20% 15/04/2038	4,853	0.99
2,700,000	EDF 6.00% 23/01/2114 EMTN Reg S	4,778	0.98
3,535,000	Statoil 4.25% 10/04/2041 EMTN Reg S	4,771	0.98
2,978,000	Rabobank 5.25% 23/05/2041 GMTN	4,698	0.96
2,660,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	4,621	0.95
2,772,000	Engie 5.95% 16/03/2111 EMTN Reg S	4,582	0.94
4,471,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	4,524	0.93
4,742,000	Verizon Communications 1.875% 03/11/2038	4,521	0.93
2,900,000	Allianz Finance II 4.50% 13/03/2043 Reg S	4,375	0.90
4,400,000	CPI Property Group 4.875% VRN (Perpetual) Reg S	3,993	0.82
4,180,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	3,910	0.80
2,400,000	Orange 5.375% 22/11/2050 EMTN	3,890	0.80
3,716,000	Cadent Finance 2.75% 22/09/2046 EMTN Reg S	3,877	0.79
2,909,000	AT&T 4.25% 01/06/2043	3,682	0.75
4,393,000	Credit Agricole 6.875% VRN (Perpetual) 144A	3,549	0.73
3,504,000	Scottish Hydro Electric Transmission 1.50% 24/03/2028 EMTN Reg S	3,512	0.72
4,748,000	HSBC Holdings 4.00% VRN (Perpetual)	3,481	0.71
3,204,000	Vodafone Group 3.00% 12/08/2056 EMTN Reg S	3,446	0.71
2,553,000	M&G 6.25% VRN 20/10/2068 Reg S	3,366	0.69
4,617,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	3,360	0.69
3,003,000	Aroundtown 3.625% 10/04/2031 EMTN Reg S	3,331	0.68
3,307,000	Bank of America Corporation 1.667% VRN 02/06/2029 EMTN Reg S	3,325	0.68
3,205,000	BAT International Finance 4.00% 23/11/2055 EMTN Reg S	3,292	0.67
2,162,000	AT&T 4.875% 01/06/2044	2,985	0.61
2,259,000	British Land 5.264% 24/09/2035	2,958	0.61
3,000,000	ING Groep 1.125% VRN 07/12/2028 EMTN Reg S	2,938	0.60
2,117,000	University of Cambridge 2.35% 27/06/2078 Reg S	2,894	0.59
3,275,000	UBS Group 0.25% VRN 05/11/2028 EMTN Reg S	2,776	0.57
2,621,000	National Grid Gas Finance 2.625% 22/09/2038 EMTN Reg S	2,717	0.56
2,599,000	Danske Bank 2.25% VRN 14/01/2028 EMTN Reg S	2,667	0.55
3,100,000	Deutsche Bahn Finance 1.125% 29/05/2051 EMTN Reg S	2,665	0.55
1,600,000	AT&T 7.00% 30/04/2040 EMTN	2,646	0.54
2,947,000	Blackstone Property Partners EUR Holdings 1.75% 12/03/2029 EMTN Reg S	2,620	0.54
2,115,000	Massachusetts Institute of Technology 5.60% 01/07/2111	2,599	0.53
2,658,000	Zuerich Versicherungs Gesellsc 3.50% VRN 01/10/2046 Reg S	2,595	0.53
1,800,000	EDF 5.50% 27/03/2037 EMTN	2,562	0.53

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,611,000	University of Cambridge 3.75% 17/10/2052	2,497	0.51
2,432,000	Athene Global Funding 1.75% 24/11/2027 Reg S	2,450	0.50
2,252,000	Berkshire Hathaway Finance 2.375% 19/06/2039	2,419	0.50
2,377,000	Canary Wharf Group Investment Holdings 2.625% 23/04/2025 Reg S	2,407	0.49
2,400,000	CaixaBank 1.50% VRN 03/12/2026 EMTN Reg S	2,402	0.49
2,237,000	Gazprom Capital Luxembourg 4.25% 06/04/2024 Reg S	2,378	0.49
1,962,000	Peabody Capital No 2 3.25% 14/09/2048 Reg S	2,372	0.49
2,070,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	2,306	0.47
2,146,000	SSE 3.74% VRN (Perpetual)	2,264	0.46
2,086,000	Motability Operations Group 2.375% 03/07/2039 EMTN Reg S	2,234	0.46
2,292,000	New York Life Global Funding 0.75% 14/12/2028 GMTN Reg S	2,213	0.45
2,209,000	Goldman Sachs Group 1.50% 07/12/2027 EMTN Reg S	2,209	0.45
2,428,000	Bristol-Myers Squibb 4.25% 26/10/2049	2,208	0.45
2,763,000	Scentre Group Trust 1 / Scentre Group Trust 2 3.625% 28/01/2026 144A	2,173	0.45
1,176,000	Citigroup 7.375% 01/09/2039 EMTN Reg S	2,119	0.43
1,723,000	Orbit Capital 3.375% 14/06/2048 Reg S	2,103	0.43
1,670,000	University of Oxford 2.544% 08/12/2117 Reg S	2,101	0.43
1,177,000	Reseau Ferre de France 4.83% 25/03/2060 EMTN	2,097	0.43
1,374,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	2,087	0.43
1,738,000	London & Quadrant Housing Trust 3.125% 28/02/2053 Reg S	2,087	0.43
2,070,000	London Stock Exchange 1.625% 06/04/2030 Reg S	2,071	0.42
1,796,000	Vodafone Group 3.375% 08/08/2049 EMTN Reg S	2,069	0.42
2,200,000	BNP Paribas 1.25% 13/07/2031 EMTN Reg S	2,061	0.42
2,310,000	Hammerson Ireland 1.75% 03/06/2027 Reg S	1,982	0.41
1,797,000	HSBC Holdings 3.00% VRN 22/07/2028	1,937	0.40
1,906,000	Manchester Airport Group Funding 2.875% 30/09/2044 EMTN Reg S	1,911	0.39
1,847,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	1,888	0.39
1,937,000	Airbus SE 2.00% 07/04/2028 Reg S	1,835	0.38
2,558,000	Microsoft 2.525% 01/06/2050	1,818	0.37
1,752,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	1,812	0.37
1,795,000	London & Quadrant Housing Trust 2.00% 20/10/2038 EMTN Reg S	1,783	0.37
1,649,000	University of Southampton 2.25% 11/04/2057 Reg S	1,749	0.36
2,092,000	Embraer Netherlands Finance 6.95% 17/01/2028 Reg S	1,723	0.35
1,127,000	Scottish Widows 7.00% 16/06/2043 Reg S	1,699	0.35
1,641,000	Gatwick Funding 3.125% 28/09/2041 EMTN Reg S	1,684	0.35
1,755,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	1,660	0.34
1,249,000	Prudential 5.70% VRN 19/12/2063 EMTN Reg S	1,639	0.34
1,660,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	1,638	0.34
1,488,000	Liberty Living Finance 3.375% 28/11/2029 Reg S	1,636	0.34
1,413,000	CPUK Finance 3.69% 28/02/2047 Reg S	1,566	0.32
1,560,000	Nestle Holdings 1.375% 23/06/2033 EMTN Reg S	1,557	0.32
1,670,000	New York Life Insurance 4.45% 15/05/2069 144A	1,507	0.31
1,558,000	Metropolitan Life Global Funding I 0.625% 08/12/2027 Reg S	1,501	0.31
1,496,000	Bellis Acquisition 3.25% 16/02/2026 Reg S	1,498	0.31
1,400,000	BNP Paribas 2.00% VRN 24/05/2031 EMTN	1,411	0.29
1,654,000	AbbVie 4.05% 21/11/2039	1,387	0.28
1,356,000	Anglian Water (Osprey) Financing 2.00% 31/07/2028 EMTN Reg S	1,358	0.28
1,281,000	Aroundtown 4.75% VRN (Perpetual)	1,352	0.28
1,302,000	Jerrold Finco 4.875% 15/01/2026 Reg S	1,339	0.27
1,426,000	Globalworth Real Estate Investors Limited 2.95% 29/07/2026 EMTN Reg S	1,323	0.27
1,541,000	Enel Finance International 0.875% 17/06/2036 EMTN Reg S	1,309	0.27
1,119,000	Home Group 3.125% 27/03/2043 Reg S	1,287	0.26

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,226,000	Paradigm Homes Charitable Housing Association 2.25% 20/05/2051 Reg S	1,271	0.26
1,192,000	Sovereign Housing Capital 2.375% 04/11/2048 Reg S	1,271	0.26
733,000	Wellcome Trust 4.00% 09/05/2059 Reg S	1,265	0.26
1,452,000	easyJet Finco 1.875% 03/03/2028 EMTN Reg S	1,245	0.26
1,099,000	Land Securities Capital Markets 2.75% 22/09/2059 EMTN Reg S	1,234	0.25
1,375,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	1,215	0.25
1,200,000	Credit Agricole 1.874% VRN 09/12/2031 Reg S	1,204	0.25
1,186,000	Barclays 1.70% VRN 03/11/2026 Reg S	1,204	0.25
824,000	HSBC Holdings 6.00% 29/03/2040 EMTN Reg S	1,186	0.24
1,193,000	Comcast 1.875% 20/02/2036	1,179	0.24
957,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	1,168	0.24
942,000	Citizen Treasury 3.25% 20/10/2048 Reg S	1,159	0.24
1,290,000	National Grid Gas 1.625% 14/01/2043 EMTN Reg S	1,137	0.23
1,454,000	Verizon Communications 3.55% 22/03/2051	1,125	0.23
1,077,000	MPT Operating Partnership 2.50% 24/03/2026	1,097	0.22
1,173,000	Teva Pharmaceutical Finance Netherlands III BV 6.00% 31/01/2025	1,083	0.22
939,000	TP ICAP 5.25% 29/05/2026 EMTN Reg S	1,068	0.22
1,141,000	Comcast 4.70% 15/10/2048	1,066	0.22
1,026,000	Onward Homes 2.125% 25/03/2053 Reg S	1,039	0.21
995,000	MPT Operating Partnership 3.375% 24/04/2030	1,028	0.21
1,032,000	Airbus SE 2.375% 09/06/2040 EMTN Reg S	1,024	0.21
943,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	1,018	0.21
746,000	Freshwater Finance 5.182% 20/04/2035	1,008	0.21
862,000	Annington Funding 3.685% 12/07/2034 Reg S	997	0.20
886,000	BUPA Finance 4.125% 14/06/2035 Reg S	993	0.20
719,000	Heathrow Funding 6.45% VRN 10/12/2031 Reg S	986	0.20
902,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	975	0.20
739,000	BAT International Finance 5.75% 05/07/2040 EMTN	963	0.20
1,100,000	Vonovia SE 1.50% 14/06/2041 Reg S	950	0.19
1,098,000	Simon International Finance SCA 1.125% 19/03/2033 Reg S	944	0.19
981,000	Apple 4.65% 23/02/2046	943	0.19
667,000	HSBC Bank 4.75% 24/03/2046 EMTN	928	0.19
999,000	Wessex Water Services Finance 1.25% 12/01/2036 Reg S	904	0.19
784,000	Society of Lloyds 4.875% VRN 07/02/2047 Reg S	903	0.19
550,000	Engie 5.00% 01/10/2060 EMTN Reg S	902	0.18
706,990	Freshwater Finance 4.556% 03/04/2036 Reg S	901	0.18
840,000	Marks & Spencer 4.50% STEP 10/07/2027 Reg S	898	0.18
824,000	InterContinental Hotels Group 3.375% 08/10/2028 EMTN Reg S	890	0.18
913,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	889	0.18
1,162,000	Verizon Communications 3.40% 22/03/2041	889	0.18
750,000	Virgin Money UK 9.25% VRN (Perpetual)	874	0.18
884,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	870	0.18
627,000	University of Liverpool 3.375% 25/06/2055 Reg S	868	0.18
865,000	Yorkshire Water Finance 1.75% 27/10/2032 EMTN Reg S	859	0.18
1,132,000	Societe Generale France 4.75% VRN (Perpetual) 144A	846	0.17
943,000	Shell International Finance 4.375% 11/05/2045	839	0.17
550,000	Heathrow Funding 5.875% 13/05/2043 EMTN Reg S	799	0.16
587,000	Gatwick Funding 5.75% 23/01/2037 EMTN Reg S	790	0.16
1,025,000	Deutsche Bahn Finance 0.625% 08/12/2050 EMTN Reg S	785	0.16
900,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	781	0.16
673,000	Northern Electric Finance 2.75% 24/05/2049 Reg S	771	0.16
627,000	London Merchant Securities 6.50% 16/03/2026	760	0.16



# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
680,000	Nationwide Building Society 5.875% VRN (Perpetual)	748	0.15
979,000	Takeda Pharmaceutical 3.375% 09/07/2060	723	0.15
557,000	Annes Gate Property 5.661% 30/06/2031	722	0.15
904,000	QBE Insurance Group 5.875% VRN (Perpetual)	712	0.15
708,000	Comcast 4.95% 15/10/2058	708	0.15
700,000	Deutsche Bank 1.875% VRN 22/12/2028 EMTN Reg S	698	0.14
614,000	Westfield America Management 2.625% 30/03/2029 Reg S	626	0.13
561,000	Land Securities Capital Markets 2.625% 22/09/2039 EMTN Reg S	601	0.12
571,000	EDF 6.00% 22/01/2114 144A	584	0.12
549,000	Land Securities Capital Markets 2.399% 08/02/2031 Reg S	579	0.12
536,000	Travis Perkins 3.75% 17/02/2026 Reg S	568	0.12
454,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	531	0.11
762,000	Prosus 4.027% 03/08/2050 Reg S	528	0.11
513,000	Orsted 2.50% VRN 18/02/3021 Reg S	508	0.10
501,000	Guinness Partnership 2.00% 22/04/2055 Reg S	502	0.10
487,000	Nats En Route 1.75% 30/09/2033 Reg S	493	0.10
506,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	488	0.10
459,000	Orbit Capital 2.00% 24/11/2038 Reg S	453	0.09
580,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	445	0.09
423,000	Whitbread Group 2.375% 31/05/2027 Reg S	429	0.09
467,000	Becton Dickinson Euro Finance SARL 1.213% 12/02/2036	396	0.08
344,000	Whitbread Group 3.00% 31/05/2031 Reg S	354	0.07
274,633	Edinburgh Investment Trust 7.75% 30/09/2022	295	0.06
195,912	Peel Holdings 8.375% STEP 30/04/2040	198	0.04
157,000	Autostrade per Litalia 1.625% 12/06/2023	137	0.03
100,000	PGH Capital 6.625% 18/12/2025	121	0.02
885,000	TXU Eastern Funding 7.25% 08/03/2030 EMTN (Defaulted)	0	0.00
		<b>386,484</b>	<b>79.21</b>
	<b>Mortgage Related Bonds - (8.68%)</b>		
5,251,999	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	7,026	1.44
4,412,573	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	5,443	1.12
2,515,000	Broadgate Financing 4.999% 05/10/2031 Reg S	2,884	0.59
1,865,382	Tesco Property Finance 2 6.0517% 13/10/2039	2,481	0.51
1,799,000	High Speed Rail Finance 1 4.375% 01/11/2038 Reg S	2,266	0.46
2,007,545	Together Asset Backed Securitisation 2021-Cre1 1.4498% VRN 20/01/2055 Reg S	2,007	0.41
2,348,000	Abu Dhabi Crude Oil Pipeline 4.60% 02/11/2047 Reg S	1,994	0.41
1,727,000	Swan Housing Capital 3.625% 05/03/2048 Reg S	1,877	0.38
1,627,990	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	1,630	0.33
1,598,520	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	1,607	0.33
3,202,000	Metrocentre Finance 8.75% VRN 06/12/2028	1,541	0.32
2,170,454	Intu SGS Finance 4.625% 17/03/2028 Reg S	1,483	0.30
1,143,544	Equity Release Funding 3 5.70% 26/02/2031	1,319	0.27
844,389	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	1,129	0.23
887,387	Equity Release Funding 3 5.05% 26/04/2033	1,085	0.22
900,000	Channel Link Enterprises Finance 3.043% VRN 30/06/2050 Reg S	913	0.19
734,450	Meadowhall Finance 4.986% 12/07/2037 Reg S	842	0.17
726,000	Nats En Route 1.375% 31/03/2031 Reg S	728	0.15
665,484	Peel South East 10.00% 30/04/2026	665	0.14
856,426	British Airways 2020-1 Class A Pass Through Trust 4.25% 15/05/2034 144A	664	0.14
450,000	Dali Capital 4.7992% 21/12/2037	605	0.12
470,779	Trafford Centre Finance 6.50% 28/07/2033	567	0.12
392,710	White City Property Finance 5.1202% 17/04/2035	496	0.10

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
393,000	RHP Finance 3.25% 05/02/2048 Reg S	469	0.10
393,077	Equity Release Funding 2 5.88% 26/05/2032	468	0.10
440,000	Telereal Securitisation 1.9632% VRN 10/12/2033 Reg S	446	0.09
625,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	427	0.09
180,621	Premiertel 6.175% 08/05/2032	214	0.04
125,088	Dignity Finance 3.5456% 31/12/2034 Reg S	138	0.03
		<b>43,414</b>	<b>8.90</b>
	<b>Gilt Edged Securities - (3.12%)</b>		
9,426,533	UK Gilt 4.50% 07/12/2042	15,324	3.14
7,887,381	UK Gilt 4.25% 07/12/2040 Reg S	12,124	2.48
6,749,155	UK Gilt 1.50% 22/07/2047 Reg S	7,150	1.47
1,570,309	UK Gilt 4.25% 07/12/2055	2,924	0.60
1,867,661	UK Gilt 1.75% 07/09/2037 Reg S	2,044	0.42
783,267	UK Gilt 4.00% 22/01/2060 Reg S	1,476	0.30
		<b>41,042</b>	<b>8.41</b>
	<b>Financials - (0.00%)</b>		
234	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	4,913	1.01
		<b>4,913</b>	<b>1.01</b>
	<b>Government Bonds - (1.67%)</b>		
2,396,000	Qatar 3.75% 16/04/2030 Reg S	1,956	0.40
1,315,000	Abu Dhabi 3.875% 16/04/2050 Reg S	1,091	0.22
784,000	Mexico 5.625% 19/03/2114 EMTN	855	0.18
901,000	Romania 2.625% 02/12/2040 Reg S	765	0.16
		<b>4,667</b>	<b>0.96</b>
	<b>Index Credit Default Swaps - (0.13%)</b>		
18,000,000	Sold Protection on ITRAXX XOver S35 20/06/2026	1,919	0.39
		<b>1,919</b>	<b>0.39</b>
	<b>Municipal Bond - (0.36%)</b>		
1,455,000	University of California Revenues 4.858% 15/05/2112	1,478	0.30
		<b>1,478</b>	<b>0.30</b>
	<b>Overnight Indexed Swaps - (0.00%)</b>		
15,000,000	Receive fixed 1.2486% pay float Overnight GBP SONIA 07/03/2039	1,016	0.21
5,900,000	Received fixed 0.7604% pay float SONIA Overnight Deposit Rates Swap 15/04/2031	34	0.01
		<b>1,050</b>	<b>0.22</b>
	<b>Forward Foreign Exchange Contracts - ((0.39)%)</b>		
(49,704,000)	Bought GBP sold EUR @ 1.152830 for settlement 18/08/2021	460	0.09
21,690,000	Bought USD sold GBP @ 0.708970 for settlement 18/08/2021	353	0.07
5,231,000	Bought USD sold GBP @ 0.708970 for settlement 18/08/2021	61	0.01
2,365,000	Bought USD sold GBP @ 0.708970 for settlement 18/08/2021	39	0.01
1,889,000	Bought USD sold GBP @ 0.708970 for settlement 18/08/2021	24	0.00
(3,362,000)	Bought GBP sold NZD @ 1.960335 for settlement 18/08/2021	21	0.00
(2,313,000)	Bought GBP sold AUD @ 1.820954 for settlement 18/08/2021	18	0.00
6,258,000	Bought USD sold GBP @ 0.708970 for settlement 18/08/2021	11	0.00
(2,464,000)	Bought GBP sold EUR @ 1.161056 for settlement 18/08/2021	8	0.00
(2,081,000)	Bought GBP sold EUR @ 1.162347 for settlement 18/08/2021	4	0.00
(2,179,000)	Bought GBP sold CAD @ 1.713065 for settlement 18/08/2021	4	0.00
2,175,000	Bought USD sold GBP @ 0.708970 for settlement 18/08/2021	(2)	0.00
2,578,000	Bought CAD sold GBP @ 0.584597 for settlement 18/08/2021	(7)	0.00
(3,517,000)	Bought GBP sold EUR @ 1.170247 for settlement 18/08/2021	(13)	0.00
9,961,000	Bought EUR sold GBP @ 0.862096 for settlement 18/08/2021	(26)	(0.01)

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
4,054,000	Bought EUR sold GBP @ 0.862096 for settlement 18/08/2021	(29)	(0.01)
3,600,000	Bought AUD sold GBP @ 0.555806 for settlement 18/08/2021	(52)	(0.01)
(97,970,000)	Bought GBP sold USD @ 1.388334 for settlement 18/08/2021	(96)	(0.02)
(8,875,000)	Bought GBP sold USD @ 1.412719 for settlement 18/08/2021	(119)	(0.02)
(9,419,000)	Bought GBP sold USD @ 1.413914 for settlement 18/08/2021	(132)	(0.03)
		<b>527</b>	<b>0.11</b>
	<b>Futures - ((0.04)%)</b>		
72,000,000	Long Gilt Commodity Future 28/09/2021	756	0.15
4,100,000	US Ultra 10 Year Note Future 21/09/2021	60	0.01
(14,900,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2021	26	0.01
(300,000)	Euro-Schatz Commodity Future 08/09/2021	0	0.00
(2,300,000)	Euro-Bund Commodity Future 08/09/2021	(4)	0.00
(15,500,000)	Euro-Bobl Commodity Future 08/09/2021	(14)	0.00
(12,600,000)	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2021	(76)	(0.02)
(4,000,000)	US 20 Year Long Bond (CBT) Commodity Future 21/09/2021	(138)	(0.03)
(8,300,000)	Euro-Buxl 30 Year Commodity Future 08/09/2021	(199)	(0.04)
(22,500,000)	US Ultra Bond Commodity Future 21/09/2021	(1,567)	(0.32)
		<b>(1,156)</b>	<b>(0.24)</b>
	<b>Interest Rate Swaps - (0.78%)</b>		
7,400,000	Pay fixed 0.5103% receive float New Zealand Bank Bill 3 Month Index 13/10/2030	438	0.09
9,100,000	Receive fixed 2.1497% pay float 6 Month AUD Bank Bill 23/04/2029	299	0.06
5,900,000	Pay fixed 0.925% receive float New Zealand Bank Bill 3 Month Index 14/12/2030	246	0.05
13,000,000	Receive fixed 2.15% pay float 3 Month CDOR 18/03/2031	210	0.04
3,900,000	Pay fixed 0.8567% receive float 3 Month USD LIBOR 23/11/2030	136	0.03
12,500,000	Receive fixed 0.06% pay float 6 Month CHF LIBOR 05/05/2031	53	0.01
88,400,000	Receive fixed 0.805% pay float 3 Month STIBOR 05/05/2031	33	0.01
8,000,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	27	0.01
6,000,000	Pay fixed 0.0497% receive float 6 Month EURIBOR 01/03/2031	20	0.00
702,500,000	Pay fixed 0.0939% receive float 6 Month JPY LIBOR 16/02/2031	(8)	0.00
7,000,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(26)	(0.01)
22,300,000	Pay fixed 1.88% receive float New Zealand Bank Bill 3 Month Index 04/05/2031	(29)	(0.01)
628,000,000	Pay fixed 0.1964% receive float 6 Month JPY LIBOR 01/03/2031	(47)	(0.01)
8,600,000	Receive fixed 1.4155% pay float 6 Month AUD Bank Bill 19/02/2031	(51)	(0.01)
3,300,000	Receive fixed 0.7487% pay float 6 Month AUD Bank Bill 06/10/2030	(120)	(0.02)
4,210,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(161)	(0.03)
11,000,000	Pay fixed 1.6477% receive float 3 Month USD LIBOR 05/05/2031	(169)	(0.03)
6,000,000	Receive fixed 0.3058% pay float Overnight GBP SONIA 12/11/2030	(207)	(0.04)
6,600,000	Receive fixed 0.97% pay float 3 Month CDOR 16/07/2030	(274)	(0.06)
10,500,000	Receive fixed 0.9697% pay float 6 Month AUD Bank Bill 11/12/2030	(282)	(0.06)
13,500,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(307)	(0.06)
10,700,000	Receive fixed 0.8077% pay float 6 Month AUD Bank Bill 17/07/2030	(339)	(0.07)
5,000,000	Receive fixed 0.3792% pay float Overnight GBP SONIA 26/10/2040	(418)	(0.09)
9,400,000	Receive fixed 0.2646% pay float Overnight GBP SONIA 16/10/2040	(978)	(0.20)
		<b>(1,954)</b>	<b>(0.40)</b>
	<b>Portfolio of investments</b>	<b>482,384</b>	<b>98.87</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>5,528</b>	<b>1.13</b>
	<b>Net assets</b>	<b>487,912</b>	<b>100.00</b>

# Long Dated Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
-------------------------------------	--------------------------	--	---

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Pacific (ex-Japan) Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Australia - (53.91%)</b>		
27,262	BHP Group	714	8.41
11,947	Commonwealth Bank Australia	644	7.57
3,988	CSL Group	613	7.22
4,705	Macquarie Group	397	4.68
24,787	ANZ Bank	376	4.43
27,114	Goodman Group	310	3.65
77,660	Evolution Mining	188	2.21
13,103	Westpac Banking	182	2.14
5,127	Wesfarmers	163	1.92
17,237	Coles Group	159	1.87
92,866	Medibank Private	158	1.86
6,578	Aristocrat Leisure	153	1.80
5,547	James Hardie Industries	136	1.59
75,980	Nine Entertainment Company Holdings	119	1.40
3,422	Ramsay Healthcare	116	1.37
19,225	QBE Insurance Group	112	1.32
17,414	Suncorp Group	104	1.22
12,697	Lendlease Group	79	0.92
1,857	Blackmores	73	0.86
30,350	Oil Search	62	0.73
23,483	Origin Energy	57	0.67
7,131	Appen	52	0.61
61,697	Freedom Foods Group	12	0.14
		<b>4,979</b>	<b>58.60</b>
	<b>Hong Kong - (25.51%)</b>		
85,800	AIA Group	769	9.06
25,462	Link Real Estate Investment Trust	178	2.10
66,500	Bank of China (Hong Kong)	163	1.92
27,000	Galaxy Entertainment Group	156	1.84
39,000	New World Development	146	1.72
181,000	SUNeVision Holdings	133	1.57
137,500	HKBN	120	1.41
42,000	Luk Fook Holdings International	104	1.22
33,200	Dairy Farm International Holdings	102	1.20
9,700	ASM Pacific Technology	95	1.12
18,000	CK Infrastructure Holdings	77	0.91
73,000	HKT Trust & HKT	72	0.85
24,000	Vitasoy International Holdings	64	0.75
10,000	Power Assets Holdings	44	0.52
		<b>2,223</b>	<b>26.18</b>
	<b>Singapore - (10.91%)</b>		
22,100	United Overseas Bank	306	3.60
127,400	Mapletree Industrial Trust (REIT)	194	2.27
42,500	City Developments	166	1.96
56,500	Parkway Life (REIT)	139	1.64
87,883	Keppel (REIT)	117	1.38
88,700	Ascendas India Trust	66	0.78
110,000	NetLink NBN Trust	56	0.66
		<b>1,044</b>	<b>12.28</b>

# Pacific (ex-Japan) Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>New Zealand - (3.00%)</b>		
8,592	Fisher & Paykel Healthcare	134	1.58
12,023	Auckland International Airport	44	0.52
		<b>178</b>	<b>2.10</b>
	<b>China - (1.92%)</b>		
34,800	China International Capital (H)	67	0.79
		<b>67</b>	<b>0.79</b>
	<b>United States - (2.12%)</b>		
0	Fidelity Institutional Liquidity Fund - USD A Accumulation shares	2	0.02
		<b>2</b>	<b>0.02</b>
	<b>Portfolio of investments</b>	<b>8,493</b>	<b>99.97</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>(2)</b>	<b>0.03</b>
	<b>Net assets</b>	<b>8,491</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (54.64%)</b>		
2,640,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	2,841	1.84
1,600,000	Apple 3.60% 31/07/2042	2,150	1.39
1,880,000	Verizon Communications 4.073% 18/06/2024	2,066	1.34
1,500,000	Siemens 3.75% 10/09/2042 EMTN Reg S	2,061	1.34
1,610,000	Rabobank 4.625% 23/05/2029 EMTN Reg S	1,916	1.24
1,731,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	1,750	1.14
1,450,000	Johnson & Johnson 5.50% 06/11/2024	1,687	1.09
970,000	Lloyds Bank 6.50% 17/09/2040 EMTN Reg S	1,659	1.08
1,390,000	Experian Finance 3.25% 07/04/2032 EMTN Reg S	1,580	1.02
1,240,000	Deutsche Telekom 3.125% 06/02/2034 EMTN Reg S	1,401	0.91
1,000,000	EDF 5.875% 18/07/2031 EMTN	1,356	0.88
1,314,000	DNB Bank 1.375% 12/06/2023 Reg S	1,338	0.87
1,300,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	1,329	0.86
1,300,000	HSBC Holdings 2.175% VRN 27/06/2023	1,320	0.86
1,220,000	Nestle Finance International 2.25% 30/11/2023 EMTN Reg S	1,277	0.83
1,200,000	Euroclear Bank KBC Groep 1.25% 30/09/2024 EMTN Reg S	1,223	0.79
1,117,000	BP Capital Markets 4.25% VRN (Perpetual) Reg S	1,183	0.77
900,000	Abbey National Treasury 5.25% 16/02/2029 EMTN Reg S	1,179	0.76
1,060,000	Procter & Gamble 1.80% 03/05/2029	1,120	0.73
890,000	Koninklijke KPN 5.75% 17/09/2029 GMTN Reg S	1,105	0.72
810,000	BHP Billiton Finance 4.30% 25/09/2042	1,102	0.71
700,000	University of Cambridge 3.75% 17/10/2052	1,085	0.70
1,000,000	Abertis Infraestructuras 3.375% 27/11/2026 EMTN Reg S	1,083	0.70
1,016,000	MPT Operating Partnership 3.692% 05/06/2028	1,082	0.70
750,000	Lloyds TSB Bank 6.00% 08/02/2029 Reg S	1,023	0.66
982,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	1,022	0.66
800,000	Orbit Capital 3.375% 14/06/2048 Reg S	976	0.63
630,000	Transport for London 4.00% 07/04/2064 EMTN Reg S	960	0.62
920,000	Cadent Finance 2.75% 22/09/2046 EMTN Reg S	960	0.62
740,000	America Movil 4.375% 07/08/2041	958	0.62
730,000	AXA 5.625% VRN 16/01/2054 EMTN Reg S	930	0.60
806,000	AA Bond 5.50% 31/07/2050 Reg S	891	0.58
760,000	DP World 4.25% 25/09/2030 Reg S	860	0.56
550,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	835	0.54
740,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	824	0.53
800,000	Swedbank 1.625% 28/12/2022 EMTN Reg S	815	0.53
700,000	Verizon Communications 3.375% 27/10/2036	812	0.53
750,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	801	0.52
700,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	791	0.51
740,000	Glencore Finance (Europe) 3.125% 26/03/2026 EMTN Reg S	790	0.51
775,000	Shaftesbury Carnaby 2.487% 30/09/2031 Reg S	763	0.49
610,000	Pension Insurance 5.625% 20/09/2030 Reg S	749	0.49
600,000	Volkswagen International Finance 4.125% 17/11/2031 Reg S	725	0.47
700,000	Volkswagen Finance Services 1.875% 03/12/2024 EMTN Reg S	721	0.47
550,000	British Land 5.264% 24/09/2035	720	0.47
660,000	SSE 3.74% VRN (Perpetual)	696	0.45
650,000	RAC Bond 4.565% 06/05/2046 EMTN Reg S	678	0.44
637,000	Southern Water Services Finance 2.375% 28/05/2028 EMTN Reg S	659	0.43
400,000	Engie 5.00% 01/10/2060 EMTN Reg S	656	0.43
643,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	608	0.39
588,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	608	0.39

# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
615,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	607	0.39
557,000	Clarion Funding 1.875% 22/01/2035 EMTN Reg S	558	0.36
490,000	Pfizer 2.735% 15/06/2043 Reg S	557	0.36
550,000	AA Bond 2.75% 31/07/2043 EMTN Reg S	556	0.36
515,000	Aroundtown 4.75% VRN (Perpetual)	544	0.35
500,000	BHP Billiton Finance 3.25% 25/09/2024	541	0.35
400,000	Mdgh - GMTN 6.875% 14/03/2026 EMTN Reg S	506	0.33
355,000	AT&T 4.875% 01/06/2044	490	0.32
430,000	Intesa Sanpaolo 5.148% 10/06/2030 EMTN Reg S	490	0.32
450,000	London & Quadrant Housing Trust 2.625% 05/05/2026 Reg S	483	0.31
400,000	Royal KPN (Koninklijke Kpn) 5.00% 18/11/2026 GMTN Reg S	462	0.30
450,000	WM Morrison Supermarkets 2.50% 01/10/2031 Reg S	457	0.30
425,000	Yorkshire Building Society 3.00% VRN 18/04/2025 EMTN Reg S	448	0.29
444,000	AA Bond 2.875% 31/07/2043 Reg S	446	0.29
400,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	432	0.28
400,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	428	0.28
380,000	Goldman Sachs Group 3.125% 25/07/2029 EMTN Reg S	422	0.27
300,000	GE Capital UK Funding 5.875% 18/01/2033 EMTN	410	0.27
400,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	404	0.26
344,000	TP ICAP 5.25% 29/05/2026 EMTN Reg S	391	0.25
318,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	388	0.25
375,000	Dwr Cymru Fing UK 1.625% 31/03/2026 EMTN Reg S	381	0.25
350,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	378	0.25
350,000	Yorkshire Building Society 3.375% VRN 13/09/2028 EMTN Reg S	377	0.24
380,000	Comcast 1.875% 20/02/2036	376	0.24
310,000	Aviva 4.00% VRN 03/06/2055 Reg S	345	0.22
200,000	AT&T 7.00% 30/04/2040 EMTN	331	0.21
311,000	CK Hutchison Group Telecom Finance 2.00% 17/10/2027 Reg S	318	0.21
281,000	BUPA Finance 4.125% 14/06/2035 Reg S	315	0.20
220,000	HSBC Bank Funding Sterling 1 5.844% VRN (Perpetual)	310	0.20
200,000	Allianz Finance II 4.50% 13/03/2043 Reg S	302	0.20
268,000	M&G 3.875% VRN 20/07/2049 Reg S	285	0.18
250,000	Marks & Spencer 4.75% 12/06/2025 EMTN	281	0.18
280,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	276	0.18
246,000	Nationwide Building Society 5.875% VRN (Perpetual)	271	0.18
250,000	Land Securities Capital Markets 2.399% 08/02/2031 Reg S	264	0.17
250,000	Land Securities Capital Markets 1.974% 08/02/2026 Reg S	256	0.17
200,000	Lloyds Bank 4.875% 30/03/2027 EMTN	246	0.16
190,000	Prudential 5.00% VRN 20/07/2055 EMTN Reg S	229	0.15
200,000	EDF 5.875% VRN (Perpetual) Reg S	227	0.15
200,000	Direct Line Insurance Group 4.00% 05/06/2032	225	0.15
240,000	Shell International Finance 1.75% 10/09/2052 EMTN Reg S	205	0.13
156,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	182	0.12
150,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	173	0.11
153,000	Optivo Finance 2.857% 07/10/2035 Reg S	171	0.11
100,000	Statoil 4.25% 10/04/2041 EMTN Reg S	135	0.09
100,000	Suez Environnement 5.375% 02/12/2030 EMTN	132	0.09
100,000	London Merchant Securities 6.50% 16/03/2026	121	0.08
100,000	America Movil 5.00% 27/10/2026	119	0.08
100,000	Pension Insurance 4.625% 07/05/2031	115	0.07
102,000	Land Securities Capital Markets 2.625% 22/09/2039 EMTN Reg S	109	0.07
50,000	HSBC Holdings 6.00% 29/03/2040 EMTN Reg S	72	0.05



# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
50,000	HSBC Bank 4.75% 24/03/2046 EMTN	70	0.05
50,000	Wales & West Utilities Finance 5.75% 29/03/2030	67	0.04
50,000	Peel Holdings 8.375% STEP 30/04/2040	51	0.03
		<b>75,459</b>	<b>48.93</b>
	<b>Gilt Edged Securities - (33.19%)</b>		
8,450,000	UK Gilt 3.25% 22/01/2044 Reg S	11,838	7.67
9,300,000	UK Gilt 0.25% 31/07/2031 Reg S	8,776	5.69
8,200,000	UK Gilt 1.25% 22/07/2027 Reg S	8,595	5.57
3,550,000	UK Gilt 3.75% 22/07/2052 Reg S	5,874	3.81
2,950,000	UK Gilt 4.25% 07/12/2046	4,896	3.17
2,450,000	UK Gilt 4.00% 22/01/2060 Reg S	4,617	2.99
2,900,000	UK Gilt 0.125% I/L 22/03/2029 Reg S	4,588	2.97
2,150,000	UK Gilt 4.25% 07/12/2055	4,004	2.60
1,850,000	UK Gilt 3.50% 22/07/2068	3,464	2.25
3,000,000	UK Gilt 1.50% 22/07/2047 Reg S	3,178	2.06
2,270,000	UK Gilt 1.625% 22/10/2071 Reg S	2,763	1.79
1,250,000	UK Gilt 4.75% 07/12/2030	1,709	1.11
1,100,000	UK Gilt 4.25% 07/12/2040 Reg S	1,691	1.10
500,000	UK Gilt 4.25% 07/12/2049	864	0.56
300,000	UK Gilt 1.25% 31/07/2051 Reg S	301	0.20
		<b>67,158</b>	<b>43.54</b>
	<b>Government Bonds - (3.07%)</b>		
6,900,000	US Treasury I/L 0.125% 15/07/2030	5,714	3.70
		<b>5,714</b>	<b>3.70</b>
	<b>Mortgage Related Bonds - (6.56%)</b>		
836,403	Tesco Property Finance 1 7.6227% 13/07/2039	1,242	0.81
1,300,000	Metrocentre Finance 8.75% VRN 06/12/2028	626	0.41
300,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	205	0.13
250,000	Intu SGS Finance 4.625% 17/03/2028 Reg S	171	0.11
100,000	Dali Capital 4.7992% 21/12/2037	134	0.09
50,000	Peel South East 10.00% 30/04/2026	50	0.03
		<b>2,428</b>	<b>1.57</b>
	<b>Interest Rate Swaps - ((0.19)%)</b>		
7,000,000	Pay fixed 0.6553% receive float New Zealand Bank Bill 3 Month Index 03/08/2030	356	0.23
8,700,000	Pay fixed -0.2568% receive float 6 Month EURIBOR 03/08/2030	212	0.14
2,000,000	Pay fixed 0.925% receive float New Zealand Bank Bill 3 Month Index 14/12/2030	83	0.05
2,700,000	Receive fixed 2.15% pay float 3 Month CDOR 18/03/2031	44	0.03
1,000,000	Pay fixed 0.9252% receive float 3 Month USD LIBOR 07/12/2030	31	0.02
3,800,000	Receive fixed 0.06% pay float 6 Month CHF LIBOR 05/05/2031	16	0.01
29,000,000	Receive fixed 0.805% pay float 3 Month STIBOR 05/05/2031	11	0.01
2,400,000	Pay fixed 0.0497% receive float 6 Month EURIBOR 01/03/2031	8	0.01
180,000,000	Pay fixed 0.0939% receive float 6 Month JPY LIBOR 16/02/2031	(2)	0.00
100,000	Receive fixed 0.9187% pay float New Zealand Bank Bill 3 Month Index 08/12/2030	(4)	0.00
4,800,000	Pay fixed 1.88% receive float New Zealand Bank Bill 3mth Index 04/05/2031	(6)	0.00
334,800,000	Pay fixed 0.1314% receive float 6 Month JPY LIBOR 24/05/2031	(10)	(0.01)
146,000,000	Pay fixed 0.1964% receive float 6 Month JPY LIBOR 01/03/2031	(11)	(0.01)
2,400,000	Receive fixed 1.4155% pay float 6 Month AUD Bank Bill 19/02/2031	(14)	(0.01)
900,000	Receive fixed 0.7487% pay float 6 Month AUD Bank Bill 06/10/2030	(33)	(0.02)
1,900,000	Receive fixed 1.2638% pay float 3 Month CDOR 03/12/2030	(55)	(0.04)
3,700,000	Pay fixed 1.6477% receive float 3 Month USD LIBOR 05/05/2031	(57)	(0.04)
1,600,000	Receive fixed 0.928% pay float 3 Month CDOR 30/07/2030	(70)	(0.05)

# Pre-Retirement Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,900,000	Receive fixed 1.0823% pay float New Zealand Bank Bill 3 Month Index 18/01/2031	(102)	(0.07)
4,600,000	Receive fixed 0.9697% pay float 6 Month AUD Bank Bill 11/12/2030	(123)	(0.08)
4,500,000	Receive fixed 0.7792% pay float 6 Month AUD Bank Bill 31/07/2030	(150)	(0.10)
		<b>124</b>	<b>0.08</b>
	<b>Overnight Indexed Swaps - (0.00%)</b>		
1,700,000	Received fixed 0.7604% pay float SONIA Overnight Deposit Rates Swap 15/04/2031	10	0.01
1,200,000	Receive fixed 0.7338% pay float SONIA Overnight Deposit Rates Swap 25/02/2031	4	0.00
		<b>14</b>	<b>0.01</b>
	<b>Futures - ((0.03)%)</b>		
1,600,000	Long Gilt Commodity Future 28/09/2021	20	0.01
(5,000,000)	US Ultra 10 Year Note Future 21/09/2021	(99)	(0.06)
		<b>(79)</b>	<b>(0.05)</b>
	<b>Forward Foreign Exchange Contracts - ((0.46)%)</b>		
(803,000)	Bought GBP sold NZD @ 1.956108 for settlement 03/09/2021	6	0.00
(711,000)	Bought GBP sold AUD @ 1.825414 for settlement 03/09/2021	5	0.00
(737,000)	Bought GBP sold AUD @ 1.832853 for settlement 03/09/2021	3	0.00
(778,000)	Bought GBP sold CAD @ 1.710319 for settlement 03/09/2021	2	0.00
82,000	Bought USD sold GBP @ 0.719008 for settlement 03/09/2021	1	0.00
114,000	Bought USD sold GBP @ 0.719008 for settlement 03/09/2021	0	0.00
(13,000)	Bought GBP sold NZD @ 1.964675 for settlement 03/09/2021	0	0.00
(14,000)	Bought GBP sold NZD @ 1.961510 for settlement 03/09/2021	0	0.00
754,000	Bought CAD sold GBP @ 0.582534 for settlement 03/09/2021	0	0.00
24,000	Bought CAD sold GBP @ 0.582534 for settlement 03/09/2021	0	0.00
(16,000)	Bought GBP sold NZD @ 1.962434 for settlement 03/09/2021	0	0.00
(110,000)	Bought GBP sold USD @ 1.392890 for settlement 03/09/2021	0	0.00
(102,000)	Bought GBP sold USD @ 1.391499 for settlement 03/09/2021	0	0.00
(75,000)	Bought GBP sold USD @ 1.396230 for settlement 03/09/2021	0	0.00
23,000	Bought NZD sold GBP @ 0.507954 for settlement 03/09/2021	0	0.00
34,000	Bought NZD sold GBP @ 0.507954 for settlement 03/09/2021	0	0.00
10,000	Bought NZD sold GBP @ 0.507954 for settlement 03/09/2021	0	0.00
34,000	Bought AUD sold GBP @ 0.547062 for settlement 03/09/2021	0	0.00
149,000	Bought USD sold GBP @ 0.719008 for settlement 03/09/2021	0	0.00
57,000	Bought USD sold GBP @ 0.719008 for settlement 03/09/2021	0	0.00
64,000	Bought USD sold GBP @ 0.719008 for settlement 03/09/2021	0	0.00
(49,000)	Bought GBP sold USD @ 1.420969 for settlement 03/09/2021	(1)	0.00
779,000	Bought NZD sold GBP @ 0.507954 for settlement 03/09/2021	(3)	0.00
703,000	Bought AUD sold GBP @ 0.547062 for settlement 03/09/2021	(3)	0.00
711,000	Bought AUD sold GBP @ 0.547062 for settlement 03/09/2021	(5)	0.00
(8,051,000)	Bought GBP sold USD @ 1.418300 for settlement 03/09/2021	(130)	(0.08)
		<b>(125)</b>	<b>(0.08)</b>
	<b>Portfolio of investments</b>	<b>150,693</b>	<b>97.70</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,553</b>	<b>2.30</b>
	<b>Net assets</b>	<b>154,246</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Select Emerging Markets Equities Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (33.43%)</b>		
43,900	Alibaba Group Holding (ADR)	7,265	5.94
120,701	Tencent Holdings	6,547	5.35
92,100	Meituan-Dianping (B)	2,739	2.24
189,000	Li Ning	1,662	1.36
2,652,000	China Construction Bank (H)	1,505	1.23
27,380	Shenzhen Mindray Bio-Medical Electronics (A) 07/12/2022 (ELN)	1,467	1.20
3,034,000	China Petroleum & Chemical (H)	1,107	0.90
55,900	Pharmaron Beijing (H)	1,075	0.88
152,000	Ping An Insurance (Group) Company of China	1,074	0.88
8,050	Zai Lab	1,019	0.83
49,100	Shenzhou International Group Holdings	894	0.73
141,000	China Merchants Bank (H)	867	0.71
114,110	Angel Yeast (A) 14/09/2022 (ELN)	693	0.57
126,398	Yantai Jereh Oilfield Services Group (A) 07/12/2022 (ELN)	631	0.52
234,900	Zhejiang Sanhua (A) 04/03/2022 (ELN)	629	0.51
1,297,000	Industrial & Commercial Bank of China (H)	549	0.45
31,560	WuXi AppTec Group (H)	531	0.43
2,180	Kweichow Moutai (A) 06/04/2022 (ELN)	500	0.41
61,855	Midea Group (A) 21/07/2022 (ELN)	493	0.40
203,800	China Gas Holdings	449	0.37
44,066	Shenzhen Inovance Technology (A) 11/02/2022 (ELN)	365	0.30
119,960	Haier Smart Home (A) 03/11/2022 (ELN)	347	0.28
268,500	China Yongda Automobiles Services Holdings	346	0.28
81,500	Longfor Group Holdings	329	0.27
202,000	China Life Insurance (H)	289	0.24
112,200	Xiaomi (B)	281	0.23
234,000	CNOOC Group	192	0.16
		<b>33,845</b>	<b>27.65</b>
	<b>Korea - (11.33%)</b>		
119,164	Samsung Electronics	6,160	5.03
31,269	SK Hynix	2,554	2.09
7,550	POSCO	1,680	1.37
5,418	Naver	1,447	1.18
24,783	KB Financial Group	886	0.72
5,322	Hansol Chemical	837	0.68
1,186	LG Chemical	645	0.53
6,025	Kakao	627	0.51
10,650	Kia Motors	611	0.50
22,211	Shinhan Financial Group	577	0.47
17,825	Hana Financial Group	525	0.43
3,143	Hyundai Motor	482	0.39
418	LG Household & Healthcare	471	0.38
859	Samsung SDI	383	0.31
2,167	LG InnoTek	309	0.25
5,624	Samsung Life Insurance	287	0.23
553	Soulbrain	116	0.09
		<b>18,597</b>	<b>15.20</b>
	<b>Taiwan - (10.04%)</b>		
538,000	Taiwan Semiconductor Manufacturing Company	8,274	6.76
84,000	MediaTek	2,090	1.71
34,000	eMemory Technology	1,171	0.96

# Select Emerging Markets Equities Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
383,000	Hon Hai Precision Industry	1,111	0.91
7,000	Silergy	686	0.56
184,000	Unimicron Technology	614	0.50
39,000	Realtek Semiconductor	509	0.42
15,000	International Games Systems	326	0.27
358,609	E.SUN Financial Holding Company	244	0.20
		<b>15,025</b>	<b>12.28</b>
	<b>India - (8.40%)</b>		
126,564	Reliance Industries	2,594	2.12
233,869	Axis Bank	1,698	1.39
219,631	ICICI Bank	1,346	1.10
68,304	Shriram Transport Finance	889	0.73
58,333	HDFC Bank	847	0.69
52,868	Infosys	811	0.66
33,150	Housing Development Finance Corporation	797	0.65
53,123	Larsen & Toubro	773	0.63
150,571	Bharti Airtel	771	0.63
31,892	Kotak Mahindra Bank	528	0.43
75,643	Indraprastha Gas	408	0.33
35,120	Tech Mahindra	374	0.31
157,939	Petronet LNG	347	0.28
5,900	Reliance Industries (GDR)	244	0.20
		<b>12,427</b>	<b>10.15</b>
	<b>Brazil - (6.41%)</b>		
184,543	Natura &Co Holding	1,513	1.24
332,556	Itau Unibanco Holding	1,459	1.19
155,960	Petroleo Brasileiro-Petrobras (ADR)	1,356	1.11
57,147	Vale (ADR)	939	0.77
145,000	Azul	939	0.77
199,579	Banco Bradesco	758	0.62
64,900	Suzano	569	0.46
163,600	Atacadao	504	0.41
86,000	YDUQS	418	0.34
39,000	Localiza	366	0.30
70,400	Gerdau	310	0.25
108,200	Rumo	308	0.25
9,680	Azul (ADR)	187	0.15
		<b>9,626</b>	<b>7.86</b>
	<b>Cayman Islands - (4.05%)</b>		
16,300	Pinduoduo (A) (ADR)	1,570	1.28
40,100	Xpeng	1,283	1.05
11,980	Bilibili (Z) (ADR)	1,083	0.88
16,680	JD.Com (ADR)	959	0.78
9,600	Bilibili (Z)	852	0.70
121,900	New Oriental Education & Technology Group (ADR)	736	0.60
26,900	Ctrip.com International (ADR)	689	0.56
7,400	NetEase (ADR)	612	0.50
2,200	Baidu (A) (ADR)	329	0.27
29,650	JD Health International	306	0.25
85,000	Hansoh Pharmaceutical Group	268	0.22
		<b>8,687</b>	<b>7.10</b>

# Select Emerging Markets Equities Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>South Africa - (3.51%)</b>		
8,941	Naspers (N)	1,355	1.11
109,802	Impala Platinum Holdings	1,297	1.06
97,866	Absa Group	667	0.54
38,141	AngloGold Ashanti	505	0.41
4,247	Capitec Bank Holdings	361	0.29
		<b>4,185</b>	<b>3.42</b>
	<b>Russia - (3.90%)</b>		
27,369	PJSC LUKOIL (ADR)	1,805	1.47
368,440	Sberbank Russia (USD)	1,105	0.90
5,565	Novatek (GDR)	857	0.70
		<b>3,767</b>	<b>3.08</b>
	<b>Mexico - (2.17%)</b>		
183,500	Grupo Financiero Banorte	861	0.70
166,200	Grupo Mexico	568	0.46
5,700	Fomento Economico Mexicano (ADR)	346	0.28
24,870	Grupo Aeroportuario Sureste SAB CV (B)	330	0.27
130,500	Walmart de Mexico	314	0.26
61,800	Grupo Aeroportuario del Centro Norte (B)	290	0.24
28,725	Gruma (B)	234	0.19
		<b>2,943</b>	<b>2.40</b>
	<b>United States - (0.91%)</b>		
34,400	Li Automobol (A) (ADR)	850	0.69
16,070	Yandex (A)	812	0.66
19,100	Coupang (A)	579	0.47
		<b>2,241</b>	<b>1.83</b>
	<b>Thailand - (1.35%)</b>		
1,987,300	Thai Beverage	720	0.59
521,500	CP All Public (F)	701	0.57
244,000	Siam Commercial Bank (F)	537	0.44
		<b>1,958</b>	<b>1.60</b>
	<b>Indonesia - (1.19%)</b>		
555,600	Bank Central Asia	833	0.68
1,941,600	Bank Mandiri Persero	570	0.47
1,020,200	Bank Rakyat Indonesia	199	0.16
		<b>1,602</b>	<b>1.31</b>
	<b>Saudi Arabia - (0.32%)</b>		
38,645	AL Rajhi Banking & Investment	822	0.67
46,900	Saudi Arabian Oil Company	316	0.26
		<b>1,138</b>	<b>0.93</b>
	<b>Cyprus - (0.00%)</b>		
16,149	TCS Group Holding (A) (GDR)	1,010	0.83
		<b>1,010</b>	<b>0.83</b>
	<b>Hungary - (0.88%)</b>		
13,122	OTP Bank	517	0.42
13,344	Richter Gedeon	256	0.21
		<b>773</b>	<b>0.63</b>
	<b>Philippines - (0.73%)</b>		
1,295,140	Ayala Land	690	0.56
		<b>690</b>	<b>0.56</b>

# Select Emerging Markets Equities Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Chile - (0.62%)</b>		
8,191	Soc Quimica Y Minera de Chile (ADR)	280	0.23
		<b>280</b>	<b>0.23</b>
	<b>Futures - (0.05%)</b>		
1,750	Mini MSCI Emerging Markets Index Future 17/09/2021	0	0.00
		<b>0</b>	<b>0.00</b>
	<b>Portfolio of investments</b>	<b>118,794</b>	<b>97.06</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,607</b>	<b>2.94</b>
	<b>Net assets</b>	<b>122,401</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# South East Asia Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>China - (36.21%)</b>		
368,000	Alibaba Group Holding (China)	7,519	5.24
115,200	Tencent Holdings	6,248	4.36
104,800	Meituan-Dianping (B)	3,117	2.17
145,200	Shenzhou International Group Holdings	2,645	1.84
4,638,400	China Construction Bank (H)	2,632	1.83
699,000	Xiaomi (B)	1,753	1.22
239,500	Ping An Insurance (Group) Company of China	1,692	1.18
74,000	Sunny Optical Technology Group	1,685	1.17
1,956,000	CIMC Enric Holdings	1,466	1.02
8,765	Alibaba Group Holding (ADR)	1,450	1.01
740,400	China International Capital (H)	1,434	1.00
171,000	Country Garden Services Holdings	1,333	0.93
3,576,000	China Petroleum & Chemical (H)	1,305	0.91
1,323,000	Titan Wind Energy Suzhou (A)	1,278	0.89
88,700	ENN Energy Holdings	1,217	0.85
410,861	Huayu Automotive Systems (A) (CN)	1,204	0.84
67,944	Wuxi Apptec (A)	1,188	0.83
173,280	Wuxi Lead Intelligent Equipment (A) (CN)	1,163	0.81
181,500	Beijing Oriental Yuhong Waterproof Technology (A)	1,121	0.78
174,783	Hefei Meiya Optoelect Technology (A) (CN)	1,088	0.76
126,500	Innovent Biologics	1,064	0.74
1,016,000	Guangdong Investment	1,049	0.73
256,000	Centre Testing International Group (A)	911	0.64
2,978,000	China Eastern Airlines (H)	910	0.63
547,600	Zhejiang Semir Garment (A) (CN)	731	0.51
1,004,000	Guangzhou Automobile Group (H)	649	0.45
105,178	Laobaixing Pharmacy Chain (A)	619	0.43
1,276,000	Angang Steel (H)	583	0.41
673,600	Baoshan Iron & Steel (A) (CN)	574	0.40
70,300	Midea Group (A)	560	0.39
1,580,000	COSCO Shipping Energy Transportation (H)	528	0.37
55,600	Midea Group (A)	443	0.31
45,960	Wuxi Lead Intelligent Equipment (A)	309	0.22
25,200	Autohome (A)	298	0.21
855,000	SenseTime Group C Preference (Unlisted)	252	0.18
1	Jiangsu Hengrui Medicine (A)	0	0.00
		<b>52,018</b>	<b>36.27</b>
	<b>Korea - (7.38%)</b>		
135,332	Samsung Electronics	6,995	4.88
9,882	Naver	2,640	1.84
47,162	Samsung Electronics Preferred	2,226	1.55
4,206	Samsung SDI	1,878	1.31
7,716	Hyundai Mobis	1,443	1.01
2,426	LG Chemical	1,319	0.92
3,720	Korea Zinc	1,028	0.72
14,360	Hyundai Mipo Dockyard	804	0.56
79,373	LG Uplus	778	0.54
		<b>19,111</b>	<b>13.32</b>
	<b>Australia - (15.56%)</b>		
147,147	BHP Group	3,854	2.69
19,390	CSL Group	2,982	2.08

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
42,144	Commonwealth Bank Australia	2,270	1.58
23,538	Macquarie Group	1,986	1.38
125,015	Goodman Group	1,427	0.99
108,920	Coles Group	1,004	0.70
388,605	Evolution Mining	941	0.66
90,605	Appen	664	0.46
8,612	Blackmores	340	0.24
7,938,620	BGP Holdings	16	0.01
		<b>15,484</b>	<b>10.79</b>
	<b>Taiwan - (10.70%)</b>		
707,000	Taiwan Semiconductor Manufacturing Company	10,871	7.58
81,000	MediaTek	2,015	1.40
56,000	Wiwynn	1,441	1.00
257,000	Taiwan Union Technology	772	0.54
		<b>15,099</b>	<b>10.53</b>
	<b>Hong Kong - (10.02%)</b>		
575,200	AIA Group	5,156	3.59
609,500	Bank of China (Hong Kong)	1,492	1.04
398,000	New World Development	1,492	1.04
200,000	Galaxy Entertainment Group	1,155	0.81
83,400	ASM Pacific Technology	815	0.57
69,400	Jiangxi Ganfeng Lithium (H)	746	0.52
289,000	Luk Fook Holdings International	718	0.50
744,000	HKBN	650	0.45
1,219,000	Pacific Basin Shipping	353	0.25
213,000	SUNeVision Holdings	156	0.11
		<b>12,733</b>	<b>8.88</b>
	<b>India - (7.66%)</b>		
196,233	HDFC Bank	2,849	1.99
127,148	Reliance Industries	2,606	1.82
82,952	Housing Development Finance Corporation	1,994	1.39
72,815	Hindustan Unilever	1,749	1.22
48,101	Tata Consultancy Services	1,564	1.09
574,301	Power Grid Corporation of India	1,294	0.90
44,329	ICICI Lombard General Insurance	673	0.47
		<b>12,729</b>	<b>8.87</b>
	<b>Cayman Islands - (2.13%)</b>		
360,000	Hansoh Pharmaceutical Group	1,135	0.79
27,134	KE Holdings (A) (ADR)	943	0.66
64,004	Tencent Music Entertainment Group (ADR)	732	0.51
36,300	Kuaishou Technology (B)	657	0.46
11,296	Autohome (A) (ADR)	535	0.37
41,400	Maoyan Entertainment	47	0.03
		<b>4,049</b>	<b>2.82</b>
	<b>Singapore - (3.12%)</b>		
119,600	United Overseas Bank	1,657	1.16
686,070	Keppel (REIT)	917	0.64
162,200	City Developments	634	0.44
658,200	Ascendas India Trust	491	0.34
		<b>3,699</b>	<b>2.58</b>



## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Thailand - (0.27%)</b>		
128,100	Siam Cement (F)	1,246	0.87
1,116,900	PTT (F)	987	0.69
		<b>2,233</b>	<b>1.56</b>
	<b>Philippines - (0.99%)</b>		
1,653,100	SM Prime Holdings	892	0.62
366,870	International Container Termin Services	886	0.62
		<b>1,778</b>	<b>1.24</b>
	<b>Indonesia - (1.10%)</b>		
6,837,700	Bank Rakyat Indonesia	1,337	0.93
		<b>1,337</b>	<b>0.93</b>
	<b>United States - (2.29%)</b>		
70,962	Full Truck Alliance (ADR)	827	0.58
13,304	Coupang (A)	403	0.28
1	Fidelity Institutional Liquidity Fund - USD A Accumulation shares	7	0.00
		<b>1,237</b>	<b>0.86</b>
	<b>New Zealand - (1.54%)</b>		
48,579	Fisher & Paykel Healthcare	758	0.53
		<b>758</b>	<b>0.53</b>
	<b>Portfolio of investments</b>	<b>142,265</b>	<b>99.18</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>1,173</b>	<b>0.82</b>
	<b>Net assets</b>	<b>143,438</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (61.39%)</b>		
2,578,000	Berkshire Hathaway Finance 2.625% 19/06/2059	2,980	2.49
1,400,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	2,433	2.04
770,000	Thames Water Utilities 7.738% 09/04/2058 Reg S	1,707	1.43
2,200,000	BAT International Finance 2.25% 09/09/2052 EMTN Reg S	1,644	1.38
1,400,000	National Grid Gas Finance 2.625% 22/09/2038 EMTN Reg S	1,451	1.21
1,000,000	HSBC Holdings 6.00% 29/03/2040 EMTN Reg S	1,439	1.20
1,272,000	AA Bond 5.50% 31/07/2050 Reg S	1,406	1.18
1,128,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	1,174	0.98
1,100,000	Cadent Finance 2.75% 22/09/2046 EMTN Reg S	1,148	0.96
1,200,000	Verizon Communications 1.875% 03/11/2038	1,144	0.96
1,100,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	1,029	0.86
1,007,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	1,019	0.85
1,400,000	UBS 1.25% 01/06/2026 144A	1,008	0.84
600,000	AT&T 7.00% 30/04/2040 EMTN	992	0.83
700,000	M&G 6.25% VRN 20/10/2068 Reg S	923	0.77
986,000	CPI Property Group 4.875% VRN (Perpetual) Reg S	895	0.75
861,000	EDF 6.00% 22/01/2114 144A	881	0.74
1,200,000	HSBC Holdings 4.00% VRN (Perpetual)	880	0.74
850,000	HSBC Holdings 2.175% VRN 27/06/2023	863	0.72
821,000	Scottish Hydro Electric Transmission 1.50% 24/03/2028 EMTN Reg S	823	0.69
600,000	University of Cambridge 2.35% 27/06/2078 Reg S	820	0.69
500,000	Orange 5.375% 22/11/2050 EMTN	810	0.68
1,000,000	Credit Agricole 6.875% VRN (Perpetual) 144A	808	0.68
790,000	Bank of America Corporation 1.667% VRN 02/06/2029 EMTN Reg S	794	0.66
800,000	ING Groep 1.125% VRN 07/12/2028 EMTN Reg S	784	0.66
759,000	Goldman Sachs Group 1.00% VRN 16/12/2025 EMTN Reg S	757	0.63
839,000	UBS Group 0.25% VRN 05/11/2028 EMTN Reg S	711	0.60
700,000	AA Bond 2.875% 31/07/2043 Reg S	703	0.59
625,000	Aroundtown 3.625% 10/04/2031 EMTN Reg S	693	0.58
563,000	London & Quadrant Housing Trust 3.125% 28/02/2053 Reg S	676	0.57
550,000	Peabody Capital No 2 3.25% 14/09/2048 Reg S	665	0.56
750,000	Deutsche Bahn Finance 1.125% 29/05/2051 EMTN Reg S	645	0.54
500,000	AT&T 4.25% 01/06/2043	633	0.53
622,000	Athene Global Funding 1.75% 24/11/2027 Reg S	626	0.52
500,000	Orbit Capital 3.375% 14/06/2048 Reg S	610	0.51
600,000	CaixaBank 1.50% VRN 03/12/2026 EMTN Reg S	600	0.50
750,000	Dai-ichi Life Insurance 4.00% VRN (Perpetual) Reg S	585	0.49
500,000	Verizon Communications 3.375% 27/10/2036	580	0.49
650,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	574	0.48
566,000	Canary Wharf Group Investment Holdings 2.625% 23/04/2025 Reg S	573	0.48
575,000	Shaftesbury Carnaby 2.487% 30/09/2031 Reg S	566	0.47
583,000	New York Life Global Funding 0.75% 14/12/2028 GMTN Reg S	563	0.47
600,000	BNP Paribas 1.25% 13/07/2031 EMTN Reg S	562	0.47
712,000	Scentre Group Trust 2 3.625% 28/01/2026 144A	560	0.47
528,000	SSE 3.74% VRN (Perpetual)	557	0.47
350,000	Orsted 5.75% 09/04/2040 EMTN Reg S	554	0.46
350,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	532	0.45
300,000	EDF 6.00% 23/01/2114 EMTN Reg S	531	0.44
500,000	University of Southampton 2.25% 11/04/2057 Reg S	530	0.44
474,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	528	0.44
400,000	British Land 5.264% 24/09/2035	524	0.44

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
468,000	Motability Operations Group 2.375% 03/07/2039 EMTN Reg S	501	0.42
492,000	London Stock Exchange 1.625% 06/04/2030 Reg S	492	0.41
539,000	General Motors 6.80% 01/10/2027	490	0.41
514,000	Airbus SE 2.00% 07/04/2028 Reg S	487	0.41
383,000	University of Oxford 2.544% 08/12/2117 Reg S	482	0.40
528,000	Bristol-Myers Squibb 4.25% 26/10/2049	480	0.40
547,000	Hammerson Ireland 1.75% 03/06/2027 Reg S	469	0.39
512,000	Stellantis 3.375% 07/07/2023 Reg S	466	0.39
625,000	Shell International Finance 3.125% 07/11/2049	466	0.39
550,000	Embraer Netherlands Finance 6.95% 17/01/2028 Reg S	453	0.38
455,000	London & Quadrant Housing Trust 2.00% 20/10/2038 EMTN Reg S	452	0.38
400,000	Land Securities Capital Markets 2.75% 22/09/2059 EMTN Reg S	449	0.38
425,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	434	0.36
447,000	Northern Powergrid Northeast 1.875% 16/06/2062 Reg S	423	0.35
420,000	HSBC Holdings 2.50% 15/03/2027 EMTN Reg S	404	0.34
408,000	Metropolitan Life Global Funding I 0.625% 08/12/2027 Reg S	393	0.33
390,000	Nestle Holdings 1.375% 23/06/2033 EMTN Reg S	389	0.33
250,000	Veolia Environnement 6.125% 29/10/2037 EMTN	388	0.32
353,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	365	0.31
365,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	360	0.30
475,000	UniCredit 6.572% 14/01/2022 144A	353	0.30
335,000	Anglian Water (Osprey) Financing 2.00% 31/07/2028 EMTN Reg S	336	0.28
318,000	NewRiver (REIT) 3.50% 07/03/2028 Reg S	331	0.28
370,000	easyJet Finco 1.875% 03/03/2028 EMTN Reg S	317	0.27
369,000	Enel Finance International 0.875% 17/06/2036 EMTN Reg S	313	0.26
288,000	Aroundtown 4.75% VRN (Perpetual)	304	0.25
300,000	Barclays 1.70% VRN 03/11/2026 Reg S	304	0.25
300,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	303	0.25
360,000	AbbVie 4.05% 21/11/2039	302	0.25
300,000	BNP Paribas 2.00% VRN 24/05/2031 EMTN	302	0.25
290,000	Paradigm Homes Charitable Housing Association 2.25% 20/05/2051 Reg S	301	0.25
245,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	299	0.25
290,000	Jerrold Finco 4.875% 15/01/2026 Reg S	298	0.25
200,000	Northumbrian Water Finance 5.125% 23/01/2042	298	0.25
276,000	Sovereign Housing Capital 2.375% 04/11/2048 Reg S	294	0.25
250,000	Home Group 3.125% 27/03/2043 Reg S	288	0.24
370,000	Verizon Communications 3.55% 22/03/2051	286	0.24
273,000	Heathrow Funding 2.75% 13/10/2031 EMTN Reg S	284	0.24
272,000	Comcast 1.875% 20/02/2036	269	0.23
263,000	MPT Operating Partnership 2.50% 24/03/2026	268	0.22
300,000	Vonovia SE 1.50% 14/06/2041 Reg S	259	0.22
243,000	MPT Operating Partnership 3.375% 24/04/2030	251	0.21
260,000	Teva Pharmaceutical Finance Netherlands III BV 6.00% 31/01/2025	240	0.20
278,000	Simon International Finance SCA 1.125% 19/03/2033 Reg S	239	0.20
259,000	Wessex Water Services Finance 1.25% 12/01/2036 Reg S	234	0.20
238,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	232	0.19
212,000	InterContinental Hotels Group 3.375% 08/10/2028 EMTN Reg S	229	0.19
232,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	228	0.19
296,000	Verizon Communications 3.40% 22/03/2041	226	0.19
200,000	Nationwide Building Society 5.875% VRN (Perpetual)	220	0.18
150,000	Severn Trent Water Utilities Finance 4.875% 24/01/2042 EMTN Reg S	218	0.18
200,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	216	0.18

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
200,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	216	0.18
200,000	Yorkshire Building Society 3.375% VRN 13/09/2028 EMTN Reg S	216	0.18
270,000	Deutsche Bahn Finance 0.625% 08/12/2050 EMTN Reg S	207	0.17
207,000	Yorkshire Water Finance 1.75% 27/10/2032 EMTN Reg S	206	0.17
200,000	Land Securities Capital Markets 1.974% 08/02/2026 Reg S	205	0.17
200,000	Credit Agricole 1.874% VRN 09/12/2031 Reg S	201	0.17
267,000	Societe Generale France 4.75% VRN (Perpetual) 144A	200	0.17
200,000	Deutsche Bank 1.875% VRN 22/12/2028 EMTN Reg S	200	0.17
200,000	Phoenix Group Holdings Capital 5.75% 07/07/2021 Reg S	200	0.17
250,000	QBE Insurance Group 5.875% VRN (Perpetual)	197	0.16
250,000	Takeda Pharmaceutical 3.375% 09/07/2060	185	0.15
200,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	173	0.14
150,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	155	0.13
201,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	154	0.13
120,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	140	0.12
133,000	Orsted 2.50% VRN 18/02/3021 Reg S	132	0.11
128,000	Guinness Partnership 2.00% 22/04/2055 Reg S	128	0.11
113,000	Optivo Finance 2.857% 07/10/2035 Reg S	126	0.11
116,000	NATS (En Route) 1.75% 30/09/2033 Reg S	117	0.10
116,000	Orbit Capital 2.00% 24/11/2038 Reg S	114	0.10
107,000	Whitbread Group 2.375% 31/05/2027 Reg S	109	0.09
100,000	Whitbread Group 3.00% 31/05/2031 Reg S	103	0.09
50,000	Autostrade per Litalia 1.625% 12/06/2023	44	0.04
		<b>66,906</b>	<b>56.01</b>
	<b>Gilt Edged Securities - (27.17%)</b>		
7,100,000	UK Gilt 3.50% 22/07/2068	13,296	11.13
10,750,000	UK Gilt 1.50% 22/07/2047 Reg S	11,389	9.53
5,700,000	UK Gilt 3.75% 22/07/2052 Reg S	9,433	7.90
2,080,000	UK Gilt 4.25% 07/12/2040 Reg S	3,198	2.68
300,000	UK Gilt 4.25% 07/12/2055	559	0.47
		<b>37,875</b>	<b>31.70</b>
	<b>Mortgage Related Bonds - (7.10%)</b>		
1,732,000	Dignity Finance 4.6956% 31/12/2049 Reg S	1,723	1.44
794,582	Tesco Property Finance 1 7.6227% 13/07/2039	1,180	0.99
765,491	Tesco Property Finance 2 6.0517% 13/10/2039	1,018	0.85
900,000	NewDay Partnership Funding 2017-1 0.8052% VRN 15/12/2027 Reg S	900	0.75
1,200,000	Intu (SGS) Finance 4.625% 17/03/2028 Reg S	820	0.69
800,000	Abu Dhabi Crude Oil Pipeline 4.60% 02/11/2047 Reg S	679	0.57
458,000	High Speed Rail Finance 1 4.375% 01/11/2038 Reg S	577	0.48
550,000	Elm 4.50% VRN (Perpetual) EMTN Reg S	553	0.46
519,000	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	522	0.44
508,735	Together Asset Backed Securitisation 2021-Cre1 1.45% VRN 20/01/2055 Reg S	509	0.43
409,500	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	410	0.34
531,000	Intu SGS Finance 3.875% 17/03/2023 Reg S	364	0.30
300,000	Broadgate Financing 4.999% 05/10/2033 Reg S	344	0.29
550,000	Metrocentre Finance 8.75% VRN 06/12/2028	265	0.22
173,000	Nats (En Route) 1.375% 31/03/2031 Reg S	174	0.15
172,756	Together Asset Backed Securitisation 2018-1 1.2571% VRN 12/07/2050 Reg S	173	0.14
222,256	British Airways 2020-1 Class A Pass Through Trust 4.25% 15/05/2034 144A	172	0.14
187,040	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	160	0.13
142,899	Together Asset Backed Securitisation 1 1.0771% VRN 12/03/2049 Reg S	143	0.12
148,559	Bishopsgate Asset Finance 4.808% 14/08/2044	137	0.11

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
111,000	Telereal Securitisation 1.9632% VRN 10/12/2033 Reg S	113	0.09
		<b>10,936</b>	<b>9.16</b>
	<b>Government Bonds - (2.90%)</b>		
750,000	Kuwait 3.50% 20/03/2027 Reg S	603	0.50
650,000	Qatar 3.75% 16/04/2030 Reg S	531	0.44
350,000	Abu Dhabi 3.875% 16/04/2050 Reg S	290	0.24
		<b>1,424</b>	<b>1.19</b>
	<b>Financials - (0.01%)</b>		
61	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	1,279	1.07
		<b>1,279</b>	<b>1.07</b>
	<b>Futures - ((0.06)%)</b>		
5,400,000	US Ultra Bond Commodity Future 21/09/2021	367	0.31
12,600,000	Long Gilt Commodity Future 28/09/2021	152	0.13
1,400,000	US 20 Year Long Bond (CBT) Commodity Future 21/09/2021	44	0.04
(3,700,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2021	6	0.01
(800,000)	US 2 Year Treasury Note (CBT) Commodity Future 30/09/2021	1	0.00
100,000	Euro-Schatz Commodity Future 08/09/2021	0	0.00
(3,600,000)	Euro-Bobl Commodity Future 08/09/2021	(3)	0.00
(900,000)	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2021	(5)	0.00
(600,000)	Euro-Buxl 30 Year Commodity Future 08/09/2021	(6)	(0.01)
(3,000,000)	Euro-Bund Commodity Future 08/09/2021	(25)	(0.02)
(2,500,000)	US Ultra 10 Year Note Future 21/09/2021	(50)	(0.04)
		<b>481</b>	<b>0.40</b>
	<b>Overnight Indexed Swaps - (0.00%)</b>		
5,000,000	Receive fixed 1.2486% pay float Overnight GBP SONIA 07/03/2039	339	0.28
7,150,000	Pay fixed 0.0876% receive float SONIA Overnight Deposit Rates Swap 17/02/2024	33	0.03
2,500,000	Received fixed 0.7604% pay float SONIA Overnight Deposit Rates Swap 15/04/2031	14	0.01
2,350,000	Receive fixed 0.8105% pay float SONIA Overnight Deposit Rates Swap 17/02/2051	(10)	(0.01)
16,450,000	Receive fixed 0.7978% pay float SONIA Overnight Deposit Rates Swap 17/02/2041	(143)	(0.12)
		<b>233</b>	<b>0.20</b>
	<b>Forward Foreign Exchange Contracts - ((0.30)%)</b>		
(6,845,000)	Bought GBP sold EUR @ 1.152830 for settlement 18/08/2021	63	0.05
768,000	Bought USD sold GBP @ 0.714695 for settlement 18/08/2021	12	0.01
418,000	Bought USD sold GBP @ 0.714695 for settlement 18/08/2021	7	0.01
1,037,000	Bought USD sold GBP @ 0.714695 for settlement 18/08/2021	5	0.00
(540,000)	Bought GBP sold AUD @ 1.819725 for settlement 18/08/2021	4	0.00
548,000	Bought USD sold GBP @ 0.714695 for settlement 18/08/2021	3	0.00
(536,000)	Bought GBP sold CAD @ 1.709475 for settlement 18/08/2021	2	0.00
(191,000)	Bought GBP sold NZD @ 1.948154 for settlement 18/08/2021	2	0.00
344,000	Bought EUR sold GBP @ 0.862738 for settlement 18/08/2021	1	0.00
(441,000)	Bought GBP sold EUR @ 1.161056 for settlement 18/08/2021	1	0.00
(616,000)	Bought GBP sold EUR @ 1.162347 for settlement 18/08/2021	1	0.00
742,000	Bought USD sold GBP @ 0.714695 for settlement 18/08/2021	1	0.00
777,000	Bought USD sold GBP @ 0.714695 for settlement 18/08/2021	(1)	0.00
(826,000)	Bought GBP sold EUR @ 1.170247 for settlement 18/08/2021	(3)	0.00
1,013,000	Bought CAD sold GBP @ 0.584597 for settlement 18/08/2021	(3)	0.00
336,000	Bought EUR sold GBP @ 0.862738 for settlement 18/08/2021	(4)	0.00
(16,542,000)	Bought GBP sold USD @ 1.388334 for settlement 18/08/2021	(16)	(0.01)
(1,548,000)	Bought GBP sold USD @ 1.412719 for settlement 18/08/2021	(21)	(0.02)
1,466,000	Bought AUD sold GBP @ 0.555806 for settlement 18/08/2021	(21)	(0.02)
		<b>33</b>	<b>0.03</b>

# Sterling Core Plus Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Interest Rate Swaps - ((0.22)%)</b>		
3,100,000	Pay fixed 0.5103% receive float New Zealand Bank Bill 3 Month Index 13/10/2030	183	0.15
3,400,000	Pay fixed 0.7323% receive float New Zealand Bank Bill 3 Month Index 20/07/2030	160	0.13
3,300,000	Pay fixed 0.925% receive float New Zealand Bank Bill 3 Month Index 14/12/2030	137	0.11
2,800,000	Pay fixed 0.8567% receive float 3 Month USD LIBOR 23/11/2030	98	0.08
3,800,000	Receive fixed 2.15% pay float 3 Month CDOR 18/03/2031	61	0.05
1,600,000	Pay fixed 0.9252% receive float 3 Month USD LIBOR 07/12/2030	49	0.04
5,800,000	Receive fixed 0.06% pay float 6 Month CHF Libor 05/05/2031	24	0.02
44,100,000	Receive fixed 0.805% pay float 3 Month STIBOR 05/05/2031	16	0.01
4,300,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	15	0.01
276,000,000	Pay fixed 0.0939% receive float 6 Month JPY LIBOR 16/02/2031	(3)	0.00
7,100,000	Pay fixed 1.88% receive float New Zealand Bank Bill 3 Month Index 04/05/2031	(9)	(0.01)
2,400,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(9)	(0.01)
495,800,000	Pay fixed 0.1314% receive float 6 Month JPY LIBOR 24/05/2031	(15)	(0.01)
220,000,000	Pay fixed 0.1964% receive float 6 Month JPY LIBOR 01/03/2031	(17)	(0.01)
2,400,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(19)	(0.02)
3,500,000	Receive fixed 1.4155% pay float 6 Month AUD Bank Bill 19/02/2031	(21)	(0.02)
1,200,000	Pay fixed 2.415% receive float NZD Bank Bill 3 Month Index 12/02/2029	(34)	(0.03)
2,800,000	Pay fixed 1.6477% receive float 3 Month USD LIBOR 05/05/2031	(43)	(0.04)
1,600,000	Receive fixed 0.7487% pay float 6 Month AUD Bank Bill 06/10/2030	(58)	(0.05)
3,700,000	Receive fixed 1.0872% pay float 6 Month AUD Bank Bill 27/03/2030	(62)	(0.05)
2,600,000	Receive fixed 0.9697% pay float 6 Month AUD Bank Bill 11/12/2030	(70)	(0.06)
1,000,000	Pay fixed 2.4267% receive float 3 Month USD LIBOR 19/01/2037	(80)	(0.07)
3,300,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(86)	(0.07)
3,000,000	Receive fixed 1.2638% pay float 3 Month CDOR 03/12/2030	(87)	(0.07)
2,300,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(88)	(0.07)
4,000,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(91)	(0.08)
3,600,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	(91)	(0.08)
1,950,000	Receive fixed 0.1098% pay float Overnight GBP SONIA 17/09/2030	(100)	(0.08)
1,000,000	Pay fixed 1.2062% receive float 6 Month EURIBOR 19/01/2037	(109)	(0.09)
2,700,000	Receive fixed 0.97% pay float 3 Month CDOR 16/07/2030	(112)	(0.09)
4,000,000	Receive fixed 0.8077% pay float 6 Month AUD Bank Bill 17/07/2030	(127)	(0.11)
4,900,000	Receive fixed 1.0823% pay float New Zealand Bank Bill 3 Month Index 18/01/2031	(172)	(0.14)
4,000,000	Pay fixed 3.2997% receive float 3 Month USD LIBOR 11/10/2048	(1,001)	(0.84)
7,000,000	Pay fixed 2.8302% receive float 3 Month USD LIBOR 14/02/2049	(1,228)	(1.03)
		<b>(2,989)</b>	<b>(2.50)</b>
	<b>Portfolio of investments</b>	<b>116,178</b>	<b>97.26</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>3,273</b>	<b>2.74</b>
	<b>Net assets</b>	<b>119,451</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (79.74%)</b>		
5,568,000	GE Capital UK Funding 8.00% 14/01/2039 EMTN Reg S	9,672	3.17
3,410,000	Reseau Ferre de France 4.83% 25/03/2060 EMTN	6,075	1.99
5,050,000	Westpac Banking 2.125% 02/05/2025	5,311	1.74
2,400,000	EDF 6.00% 23/01/2114 EMTN Reg S	4,247	1.39
3,600,000	BFCM Paris 1.875% 13/12/2022 EMTN Reg S	3,674	1.20
3,450,000	Glencore Finance (Europe) 6.00% VRN 03/04/2022 Reg S	3,588	1.17
3,500,000	Barclays Bank 2.375% VRN 06/10/2023 Reg S	3,576	1.17
3,282,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	3,414	1.12
3,234,000	DNB Bank 1.625% 15/12/2023 EMTN Reg S	3,322	1.09
3,400,000	Verizon Communications 1.875% 03/11/2038	3,241	1.06
2,890,000	Society of Lloyds 4.75% 30/10/2024 Reg S	3,200	1.05
2,300,000	Lloyds TSB Bank 6.00% 08/02/2029 Reg S	3,138	1.03
2,550,000	Lloyds Bank 4.875% 30/03/2027 EMTN	3,133	1.03
3,890,000	Westpac Banking 3.35% 08/03/2027	3,106	1.02
2,300,000	M&G 6.25% VRN 20/10/2068 Reg S	3,033	0.99
2,974,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	3,009	0.98
2,922,000	DNB Bank 1.375% 12/06/2023 Reg S	2,975	0.97
3,950,000	UBS 1.25% 01/06/2026 144A	2,844	0.93
3,025,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	2,830	0.93
2,719,000	Lloyds Banking Group 1.875% VRN 15/01/2026 Reg S	2,784	0.91
1,620,000	Lloyds Bank 6.50% 17/09/2040 EMTN Reg S	2,771	0.91
2,650,000	Phoenix Group Holdings Capital 5.75% 07/07/2021 Reg S	2,652	0.87
2,600,000	HSBC Holdings 2.175% VRN 27/06/2023	2,640	0.86
2,600,000	Daimler International Finance 1.50% 18/08/2021 EMTN Reg S	2,604	0.85
2,575,000	First Abu Dhabi Bank 0.875% 09/12/2025 EMTN Reg S	2,550	0.83
2,070,000	Massachusetts Institute of Technology 5.60% 01/07/2111	2,544	0.83
2,350,000	Ladbroke Group Finance 5.125% 08/09/2023 Reg S	2,473	0.81
2,340,000	New York Life Global Funding 1.625% 15/12/2023 Reg S	2,403	0.79
1,550,000	University of Cambridge 3.75% 17/10/2052	2,403	0.79
2,375,000	Shaftesbury Carnaby 2.487% 30/09/2031 Reg S	2,338	0.77
2,218,000	Scottish Hydro Electric Transmission 1.50% 24/03/2028 EMTN Reg S	2,223	0.73
2,207,000	Bank of America Corporation 1.667% VRN 02/06/2029 EMTN Reg S	2,219	0.73
1,869,000	Berkshire Hathaway Finance 2.625% 19/06/2059	2,159	0.71
1,350,000	Rabobank 5.25% 23/05/2041 GMTN	2,129	0.70
2,489,000	UBS Group 0.25% VRN 05/11/2028 EMTN Reg S	2,110	0.69
1,550,000	Apple 3.60% 31/07/2042	2,084	0.68
2,100,000	ING Groep 1.125% VRN 07/12/2028 EMTN Reg S	2,057	0.67
2,053,000	Goldman Sachs Group 1.00% VRN 16/12/2025 EMTN Reg S	2,047	0.67
1,700,000	Lloyds Bank 5.125% 07/03/2025 EMTN Reg S	1,983	0.65
1,880,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	1,922	0.63
1,750,000	London & Quadrant Housing Trust 2.625% 05/05/2026 Reg S	1,877	0.61
1,959,000	Volkswagen Finance Services 3.00% 06/04/2025 EMTN Reg S	1,861	0.61
1,500,000	Orbit Capital 3.375% 14/06/2048 Reg S	1,831	0.60
1,087,000	Engie 5.95% 16/03/2111 EMTN Reg S	1,797	0.59
1,750,000	BMW International Investment 1.25% 11/07/2022 EMTN Reg S	1,766	0.58
1,742,000	Athene Global Funding 1.75% 24/11/2027 Reg S	1,755	0.57
2,038,000	Deutsche Bahn Finance 1.125% 29/05/2051 EMTN Reg S	1,752	0.57
1,537,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	1,712	0.56
1,500,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	1,696	0.56
1,100,000	THFC Funding No 3 5.20% 11/10/2043 EMTN Reg S	1,670	0.55
1,550,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	1,658	0.54

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,600,000	CaixaBank 1.50% VRN 03/12/2026 EMTN Reg S	1,601	0.52
2,025,000	Scentre Group Trust 2 3.625% 28/01/2026 144A	1,593	0.52
1,694,000	Bristol-Myers Squibb 4.25% 26/10/2049	1,540	0.50
1,773,000	HSBC Holdings 4.95% 31/03/2030	1,539	0.50
1,517,000	Canary Wharf Group Investment Holdings 2.625% 23/04/2025 Reg S	1,536	0.50
1,534,000	London & Quadrant Housing Trust 2.00% 20/10/2038 EMTN Reg S	1,524	0.50
1,567,000	New York Life Global Funding 0.75% 14/12/2028 GMTN Reg S	1,513	0.50
1,490,000	Goldman Sachs Group 1.50% 07/12/2027 EMTN Reg S	1,490	0.49
1,376,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	1,423	0.47
1,350,000	UNITE (USAF) II 3.374% 30/06/2028	1,408	0.46
1,500,000	BNP Paribas 1.25% 13/07/2031 EMTN Reg S	1,405	0.46
1,600,000	Logicor Financing SARL 1.50% 14/11/2022 EMTN Reg S	1,397	0.46
1,900,000	HSBC Holdings 1.645% VRN 18/04/2026	1,390	0.45
1,850,000	Pershing Square Holdings 5.50% 15/07/2022 Reg S	1,386	0.45
1,491,000	Stellantis 3.375% 07/07/2023 Reg S	1,356	0.44
1,412,000	Airbus SE 2.00% 07/04/2028 Reg S	1,338	0.44
1,203,000	AA Bond 5.50% 31/07/2050 Reg S	1,329	0.43
1,317,000	London Stock Exchange 1.625% 06/04/2030 Reg S	1,318	0.43
1,531,000	Hammerson Ireland 1.75% 03/06/2027 Reg S	1,314	0.43
1,810,000	Microsoft 2.675% 01/06/2060	1,301	0.43
1,250,000	Investec 4.50% 05/05/2022 EMTN Reg S	1,287	0.42
1,259,000	Clarion Funding 1.875% 22/01/2035 EMTN Reg S	1,262	0.41
1,525,000	Embraer Netherlands Finance 6.95% 17/01/2028 Reg S	1,256	0.41
1,600,000	Glencore Funding 4.125% 12/03/2024 144A	1,245	0.41
800,000	Western Power Distribution (South Wales) PLC 5.75% 23/03 /2040	1,221	0.40
1,050,000	Society of Lloyds 4.875% VRN 07/02/2047 Reg S	1,210	0.40
950,000	MDGH - GMTN 6.875% 14/03/2026 EMTN Reg S	1,202	0.39
1,193,000	China Development Bank 1.25% 21/01/2023 EMTN Reg S	1,201	0.39
972,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	1,187	0.39
1,150,000	HSBC Holdings 2.50% 15/03/2027 EMTN Reg S	1,106	0.36
1,049,000	NewRiver (REIT) 3.50% 07/03/2028 Reg S	1,093	0.36
1,000,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	1,080	0.35
820,000	British Land 5.264% 24/09/2035	1,074	0.35
1,425,000	UniCredit 6.572% 14/01/2022 144A	1,060	0.35
1,040,000	Nestle Holdings 1.375% 23/06/2033 EMTN Reg S	1,038	0.34
1,033,000	Bellis Acquisition 3.25% 16/02/2026 Reg S	1,034	0.34
1,062,000	Metropolitan Life Global Funding I 0.625% 08/12/2027 Reg S	1,023	0.33
987,000	Bank of America Corporation 3.648% VRN 31/03/2029 EMTN Reg S	1,021	0.33
1,000,000	Volkswagen Finance Services 1.125% 18/09/2023 EMTN Reg S	1,008	0.33
1,000,000	BNP Paribas 2.00% VRN 24/05/2031 EMTN	1,008	0.33
947,000	Aroundtown 4.75% VRN (Perpetual)	1,000	0.33
988,000	Nestle Holdings 0.625% 18/12/2025 EMTN Reg S	986	0.32
1,300,000	Dae Funding 3.375% 20/03/2028 Reg S	957	0.31
800,000	Home Group 3.125% 27/03/2043 Reg S	920	0.30
892,000	Jerrold Finco 4.875% 15/01/2026 Reg S	917	0.30
900,000	Barclays 1.70% VRN 03/11/2026 Reg S	913	0.30
1,050,000	Blackstone Property Partners EUR Holdings 1.40% 06/07/2022 EMTN Reg S	910	0.30
895,000	Anglian Water (Osprey) Financing 2.00% 31/07/2028 EMTN Reg S	897	0.29
850,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	895	0.29
955,000	Comcast 4.70% 15/10/2048	892	0.29
772,100	Stichting AK Rabobank Certificaten 6.50% (Perpetual) Reg S	891	0.29
1,000,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	884	0.29



# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
1,034,000	Enel Finance International 0.875% 17/06/2036 EMTN Reg S	878	0.29
850,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	859	0.28
992,000	easyJet Finco 1.875% 03/03/2028 EMTN Reg S	851	0.28
800,000	Yorkshire Building Society 3.00% VRN 18/04/2025 EMTN Reg S	843	0.28
810,000	Paradigm Homes Charitable Housing Association 2.25% 20/05/2051 Reg S	839	0.27
815,000	Comcast 1.875% 20/02/2036	805	0.26
750,000	Land Securities Capital Markets 1.974% 08/02/2026 Reg S	769	0.25
668,000	TP ICAP 5.25% 29/05/2026 EMTN Reg S	760	0.25
700,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	756	0.25
975,000	Verizon Communications 3.55% 22/03/2051	754	0.25
700,000	Land Securities Capital Markets 2.399% 08/02/2031 Reg S	739	0.24
800,000	Apple 4.50% 23/02/2036	727	0.24
686,000	MPT Operating Partnership 2.50% 24/03/2026	699	0.23
596,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	687	0.22
350,000	Rabobank 5.375% 03/08/2060 EMTN	682	0.22
600,000	Fidelity National Information Services 3.36% 21/05/2031	675	0.22
650,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	672	0.22
580,000	Bankers Investment Trust 8.00% 31/10/2023	670	0.22
661,000	AA Bond 2.875% 31/07/2043 Reg S	664	0.22
653,000	Onward Homes 2.125% 25/03/2053 Reg S	661	0.22
600,000	UNITE (USAF) II 3.921% 30/06/2025 Reg S	656	0.21
634,000	MPT Operating Partnership 3.375% 24/04/2030	655	0.21
746,000	Simon International Finance SCA 1.125% 19/03/2033 Reg S	641	0.21
520,000	London Merchant Securities 6.50% 16/03/2026	630	0.21
696,000	Unilever Finance Netherlands 1.25% 25/03/2025 EMTN Reg S	628	0.21
679,000	Wessex Water Services Finance 1.25% 12/01/2036 Reg S	614	0.20
700,000	Vonovia SE 1.50% 14/06/2041 Reg S	605	0.20
600,000	Credit Agricole 1.874% VRN 09/12/2031 Reg S	602	0.20
780,000	Verizon Communications 3.40% 22/03/2041	597	0.20
585,000	Comcast 4.95% 15/10/2058	585	0.19
540,000	AstraZeneca 6.45% 15/09/2037	582	0.19
759,000	Societe Generale France 4.75% VRN (Perpetual) 144A	567	0.19
515,000	Nationwide Building Society 5.875% VRN (Perpetual)	567	0.19
735,000	Deutsche Bahn Finance 0.625% 08/12/2050 EMTN Reg S	563	0.18
550,000	Yorkshire Water Finance 1.75% 27/10/2032 EMTN Reg S	546	0.18
500,000	LafargeHolcim Sterling Finance 3.00% 12/05/2032 EMTN Reg S	543	0.18
525,000	Peel Holdings 8.375% STEP 30/04/2040	530	0.17
450,000	Virgin Money UK 9.25% VRN (Perpetual)	524	0.17
600,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	520	0.17
650,000	QBE Insurance Group 5.875% VRN (Perpetual)	512	0.17
500,000	Deutsche Bank 1.875% VRN 22/12/2028 EMTN Reg S	499	0.16
400,000	AT&T 4.375% 14/09/2029	478	0.16
450,000	Petroleos Mexicanos 8.25% 02/06/2022 EMTN Reg S	475	0.16
600,000	Rabobank 4.00% VRN 10/04/2029 EMTN Reg S	463	0.15
600,000	Ashtead Capital 4.375% 15/08/2027 144A	453	0.15
388,000	Travis Perkins 3.75% 17/02/2026 Reg S	411	0.13
400,000	LVMH Moet Hennessy SE 1.125% 11/02/2027 EMTN Reg S	402	0.13
325,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	380	0.12
330,000	Orange 9.00% VRN 01/03/2031	375	0.12
350,000	DS Smith 2.875% 26/07/2029 EMTN Reg S	369	0.12
376,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	363	0.12
460,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	353	0.12

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
328,000	Land Securities Capital Markets 2.625% 22/09/2039 EMTN Reg S	352	0.12
309,000	Optivo Finance 2.857% 07/10/2035 Reg S	345	0.11
332,000	Orbit Capital 2.00% 24/11/2038 Reg S	328	0.11
313,000	NATS (En Route) 1.75% 30/09/2033 Reg S	317	0.10
200,000	Temasek Financial 5.125% 26/07/2040 GMTN Reg S	312	0.10
290,000	Edinburgh Investment Trust 7.75% 30/09/2022	311	0.10
289,000	Whitbread Group 2.375% 31/05/2027 Reg S	293	0.10
324,000	Becton Dickinson Euro Finance SARL 1.213% 12/02/2036	274	0.09
239,000	Whitbread Group 3.00% 31/05/2031 Reg S	246	0.08
274,000	Nissan Motor 1.94% 15/09/2023 Reg S	245	0.08
200,000	PGH Capital 6.625% 18/12/2025	242	0.08
200,000	Barclays 7.125% VRN (Perpetual)	229	0.07
182,000	Orsted 2.50% 16/05/2033 EMTN Reg S	197	0.06
180,000	Dell International LLC/EMC Corp 8.10% 15/07/2036 Reg S	197	0.06
200,000	Orsted 1.75% VRN 09/12/3019	176	0.06
150,000	Autostrade per Litalia 1.625% 12/06/2023	131	0.04
150,000	Temasek Financial 0.50% 20/11/2031 GMTN Reg S	129	0.04
100,000	Co-Operative Group 7.50% STEP 08/07/2026	120	0.04
45,000	Barclays Bank 5.75% 14/09/2026 EMTN	55	0.02
1,485,000	TXU Eastern Funding 7.25% 08/03/2030 EMTN (Defaulted)	0	0.00
		<b>240,414</b>	<b>78.68</b>
	<b>Mortgage Related Bonds - (10.91%)</b>		
3,230,000	NewDay Partnership Funding 2017-1 0.8052% VRN 15/12/2027 Reg S	3,231	1.06
2,097,762	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	2,806	0.92
1,913,000	High Speed Rail Finance 1 4.375% 01/11/2038 Reg S	2,409	0.79
1,627,677	Tesco Property Finance 2 6.0517% 13/10/2039	2,165	0.71
1,430,000	Canary Wharf Finance II 5.952% 22/10/2037	1,994	0.65
1,730,000	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	1,740	0.57
1,323,156	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	1,632	0.53
1,300,000	Broadgate Financing 4.999% 05/10/2033 Reg S	1,491	0.49
1,300,000	Swan Housing Capital 3.625% 05/03/2048 Reg S	1,413	0.46
1,350,103	Together Asset Backed Securitisation 2021-Cre1 1.45% VRN 20/01/2055 Reg S	1,350	0.44
1,296,750	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	1,298	0.42
1,200,000	Channel Link Enterprises Finance 3.043% VRN 30/06/2050 Reg S	1,217	0.40
830,707	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	1,111	0.36
825,476	Equity Release Funding 3 5.05% 26/04/2033	1,009	0.33
2,025,000	Metrocentre Finance 8.75% VRN 06/12/2028	974	0.32
749,742	Telereal Securitisation 5.5534% 10/12/2033	913	0.30
823,829	Highbury Finance 7.017% 20/03/2023	893	0.29
1,201,000	Intu (SGS) Finance 4.625% 17/03/2028 Reg S	821	0.27
1,200,000	Intu (SGS) Finance 4.25% 17/09/2035 EMTN Reg S	820	0.27
543,662	Tesco Property Finance 1 7.6227% 13/07/2039	807	0.26
650,000	RHP Finance 3.25% 05/02/2048 Reg S	776	0.25
625,590	Longstone Finance 4.791% 19/04/2036	721	0.24
563,187	Equity Release Funding 3 5.70% 26/02/2031	649	0.21
561,456	Together Asset Backed Securitisation 2018-1 1.2571% VRN 12/07/2050 Reg S	564	0.18
558,605	Together Asset Backed Securitisation 1 1.0771% VRN 12/03/2049 Reg S	559	0.18
574,481	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	493	0.16
411,538	Equity Release Funding 2 5.88% 26/05/2032	490	0.16
374,088	Tesco Property Finance 6 5.4111% 13/07/2044 Reg S	489	0.16
624,687	British Airways 2020-1 Class A Pass Through Trust 4.25% 15/05/2034 144A	484	0.16
410,000	Housing & Care Twenty One 3.288% 08/11/2049 Reg S	479	0.16

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
467,000	NATS (En Route) 1.375% 31/03/2031 Reg S	469	0.15
445,677	Bishopsgate Asset Finance 4.808% 14/08/2044	411	0.13
305,216	Premiertel 6.175% 08/05/2032	361	0.12
303,360	Meadowhall Finance 4.986% 12/07/2037 Reg S	348	0.11
254,575	Telereal Securitisation 5.3887% 10/12/2033	311	0.10
305,000	Telereal Securitisation 1.9632% VRN 10/12/2033 Reg S	309	0.10
280,000	Peel South East 10.00% 30/04/2026	280	0.09
110,372	Dignity Finance 3.5456% 31/12/2034 Reg S	122	0.04
		<b>38,409</b>	<b>12.57</b>
	<b>Gilt Edged Securities - (1.83%)</b>		
9,820,000	UK Gilt 4.25% 07/12/2040 Reg S	15,095	4.94
10,000,000	UK Gilt 1.50% 22/07/2026 Reg S	10,576	3.46
1,730,000	UK Gilt 3.25% 22/01/2044 Reg S	2,424	0.79
490,000	UK Gilt 1.625% 22/10/2071 Reg S	596	0.20
		<b>28,691</b>	<b>9.39</b>
	<b>Government Bonds - (3.65%)</b>		
2,750,000	Kuwait 3.50% 20/03/2027 Reg S	2,212	0.72
2,900,000	Abu Dhabi 2.125% 30/09/2024 Reg S	2,188	0.72
1,725,000	Qatar 3.75% 16/04/2030 Reg S	1,408	0.46
950,000	Abu Dhabi 3.875% 16/04/2050 Reg S	788	0.26
450,000	Mexico 5.625% 19/03/2114 EMTN	491	0.16
		<b>7,087</b>	<b>2.32</b>
	<b>Financials - (2.38%)</b>		
159	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	3,342	1.09
		<b>3,342</b>	<b>1.09</b>
	<b>Municipal Bond - (0.66%)</b>		
1,930,000	University of California Revenues 4.858% 15/05/2112	1,961	0.64
		<b>1,961</b>	<b>0.64</b>
	<b>Forward Foreign Exchange Contracts - ((0.39)%)</b>		
(22,490,000)	Bought GBP sold EUR @ 1.152830 for settlement 18/08/2021	208	0.07
4,153,000	Bought USD sold GBP @ 0.706160 for settlement 18/08/2021	62	0.02
1,149,000	Bought USD sold GBP @ 0.706160 for settlement 18/08/2021	18	0.01
(1,504,000)	Bought GBP sold AUD @ 1.825831 for settlement 18/08/2021	10	0.00
(1,034,000)	Bought GBP sold EUR @ 1.161056 for settlement 18/08/2021	3	0.00
(1,431,000)	Bought GBP sold EUR @ 1.162347 for settlement 18/08/2021	3	0.00
1,350,000	Bought CAD sold GBP @ 0.584597 for settlement 18/08/2021	(4)	0.00
(2,115,000)	Bought GBP sold EUR @ 1.170247 for settlement 18/08/2021	(8)	0.00
2,000,000	Bought AUD sold GBP @ 0.555806 for settlement 18/08/2021	(29)	(0.01)
(58,533,000)	Bought GBP sold USD @ 1.388334 for settlement 18/08/2021	(57)	(0.02)
(4,516,000)	Bought GBP sold USD @ 1.412719 for settlement 18/08/2021	(61)	(0.02)
		<b>145</b>	<b>0.05</b>
	<b>Overnight Indexed Swaps} - (0.00%)</b>		
3,400,000	Received fixed 0.7604% pay float SONIA Overnight Deposit Rates Swap 15/04/2031	19	0.01
2,600,000	Receive fixed 0.7338% pay float SONIA Overnight Deposit Rates Swap 25/02/2031	9	0.00
		<b>28</b>	<b>0.01</b>
	<b>Futures - ((0.03)%)</b>		
25,900,000	Long Gilt Commodity Future 28/09/2021	314	0.10
2,000,000	US 20 Year Long Bond (CBT) Commodity Future 21/09/2021	65	0.02
(13,100,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2021	22	0.01
200,000	Euro-Schatz Commodity Future 08/09/2021	0	0.00

# Sterling Corporate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
(8,600,000)	Euro-Bobl Commodity Future 08/09/2021	(8)	0.00
(5,100,000)	Euro-Bund Commodity Future 08/09/2021	(41)	(0.01)
(9,600,000)	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2021	(58)	(0.02)
(4,100,000)	Euro-Buxl 30 Year Commodity Future 08/09/2021	(70)	(0.02)
(5,800,000)	US Ultra 10 Year Note Future 21/09/2021	(115)	(0.04)
(9,200,000)	US Ultra Bond Commodity Future 21/09/2021	(641)	(0.21)
		<b>(532)</b>	<b>(0.17)</b>
	<b>Index Credit Default Swaps - ((0.10)%)</b>		
8,000,000	Bought Protection on ITRAXX XOver S35 20/06/2026	(853)	(0.28)
		<b>(853)</b>	<b>(0.28)</b>
	<b>Interest Rate Swaps - (0.08%)</b>		
4,400,000	Pay fixed 0.5103% receive float New Zealand Bank Bill 3 Month Index 13/10/2030	260	0.09
6,100,000	Pay fixed 0.8567% receive float 3 Month USD LIBOR 23/11/2030	213	0.07
4,300,000	Pay fixed 0.925% receive float New Zealand Bank Bill 3 Month Index 14/12/2030	179	0.06
4,800,000	Receive fixed 2.1497% pay float 6 Month AUD Bank Bill 23/04/2029	158	0.05
4,400,000	Receive fixed 2.15% pay float 3 Month CDOR 18/03/2031	71	0.02
7,800,000	Receive fixed 0.06% pay float 6 Month CHF LIBOR 05/05/2031	33	0.01
59,800,000	Receive fixed 0.805% pay float 3 Month STIBOR 05/05/2031	22	0.01
5,600,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	19	0.01
700,000	Pay fixed -0.1298% receive float 6 Month EURIBOR 25/05/2030	9	0.00
600,000	Pay fixed 0.1963% receive float 6 Month EURIBOR 09/09/2029	8	0.00
600,000	Pay fixed 0.0087% receive float 6 Month EURIBOR 15/04/2030	1	0.00
379,700,000	Pay fixed 0.0939% receive float 6 Month JPY LIBOR 16/02/2031	(4)	0.00
600,000	Pay fixed 0.1018% receive float 6 Month EURIBOR 14/10/2029	(5)	0.00
9,700,000	Pay fixed 1.88% receive float New Zealand Bank Bill 3 Month Index 04/05/2031	(13)	0.00
4,400,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(16)	(0.01)
728,700,000	Pay fixed 0.1314% receive float 6 Month JPY LIBOR 24/05/2031	(22)	(0.01)
292,600,000	Pay fixed 0.1964% receive float 6 Month JPY LIBOR 01/03/2031	(22)	(0.01)
3,800,000	Receive fixed 1.4155% pay float 6 Month AUD Bank Bill 19/02/2031	(23)	(0.01)
3,600,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(28)	(0.01)
3,700,000	Pay fixed 1.6477% receive float 3 Month USD LIBOR 05/05/2031	(57)	(0.02)
1,300,000	Pay fixed 0.6312% receive float 6 Month EURIBOR 12/02/2029	(59)	(0.02)
2,000,000	Receive fixed 0.7487% pay float 6 Month AUD Bank Bill 06/10/2030	(73)	(0.02)
3,400,000	Receive fixed 0.9697% pay float 6 Month AUD Bank Bill 11/12/2030	(91)	(0.03)
6,000,000	Receive fixed -0.0182% pay float Overnight GBP SONIA 28/10/2025	(113)	(0.04)
4,000,000	Receive fixed 1.2638% pay float 3 Month CDOR 03/12/2030	(116)	(0.04)
5,420,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(123)	(0.04)
5,200,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	(132)	(0.04)
5,300,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(138)	(0.05)
4,500,000	Receive fixed 0.97% pay float 3 Month CDOR 16/07/2030	(186)	(0.06)
6,300,000	Receive fixed 0.8077% pay float 6 Month AUD Bank Bill 17/07/2030	(200)	(0.07)
7,000,000	Receive fixed 1.0823% pay float New Zealand Bank Bill 3 Month Index 18/01/2031	(245)	(0.08)
2,450,000	Receive fixed 0.2646% pay float Overnight GBP SONIA 16/10/2040	(255)	(0.08)
5,600,000	Pay fixed 2.90% receive float NZD Bank Bill 3 Month Index 08/10/2028	(255)	(0.08)
4,300,000	Receive fixed 0.2228% pay float Overnight GBP SONIA 16/10/2035	(343)	(0.11)
14,150,000	Receive fixed 0.0218% pay float Overnight GBP SONIA 16/10/2027	(458)	(0.15)
		<b>(2,004)</b>	<b>(0.66)</b>

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	Portfolio of investments	316,688	103.64
	Cash and other net assets/(liabilities)	(11,125)	(3.64)
	Net assets	305,563	100.00

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Corporate Bonds - (48.65%)</b>		
10,600,000	Verizon Communications 1.875% 03/11/2038	10,105	0.89
13,500,000	UBS 1.25% 01/06/2026 144A	9,720	0.85
8,775,000	First Abu Dhabi Bank 0.875% 09/12/2025 EMTN Reg S	8,689	0.76
11,125,000	HSBC Holdings 4.00% VRN (Perpetual)	8,155	0.72
7,688,000	BP Capital Markets 4.25% VRN (Perpetual) Reg S	8,142	0.71
8,575,000	Hyundai Capital America 6.375% 08/04/2030 Reg S	8,021	0.70
7,305,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	7,600	0.67
7,538,000	Bank of America Corporation 1.667% VRN 02/06/2029 EMTN Reg S	7,579	0.66
7,143,000	Goldman Sachs Group 1.00% VRN 16/12/2025 EMTN Reg S	7,124	0.63
7,100,000	ING Groep 1.125% VRN 07/12/2028 EMTN Reg S	6,954	0.61
5,400,000	Pension Insurance 5.625% 20/09/2030 Reg S	6,633	0.58
6,339,000	Bank of Nova Scotia 1.375% 05/12/2023 EMTN Reg S	6,457	0.57
7,293,000	UBS Group 0.25% VRN 05/11/2028 EMTN Reg S	6,182	0.54
7,187,000	Deutsche Bahn Finance 1.125% 29/05/2051 EMTN Reg S	6,179	0.54
6,039,000	DNB Bank 1.375% 12/06/2023 Reg S	6,148	0.54
7,800,000	NIKE 2.75% 27/03/2027	6,066	0.53
5,953,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	6,023	0.53
3,400,000	EDF 6.00% 23/01/2114 EMTN Reg S	6,017	0.53
5,600,000	CaixaBank 1.50% VRN 03/12/2026 EMTN Reg S	5,605	0.49
4,260,000	America Movil 4.948% 22/07/2033	5,581	0.49
5,540,000	Scottish Hydro Electric Transmission 1.50% 24/03/2028 EMTN Reg S	5,553	0.49
5,422,000	Athene Global Funding 1.75% 24/11/2027 Reg S	5,461	0.48
5,300,000	Barclays Bank 2.375% VRN 06/10/2023 Reg S	5,416	0.48
5,453,000	Dwr Cymru Financing UK 1.375% 31/03/2033 EMTN Reg S	5,352	0.47
5,271,000	Canary Wharf Group Investment Holdings 2.625% 23/04/2025 Reg S	5,338	0.47
4,585,000	Berkshire Hathaway Finance 2.625% 19/06/2059	5,298	0.46
5,515,000	Volkswagen Finance Services 3.00% 06/04/2025 EMTN Reg S	5,238	0.46
5,166,000	Goldman Sachs Group 1.50% 07/12/2027 EMTN Reg S	5,167	0.45
5,300,000	New York Life Global Funding 0.75% 14/12/2028 GMTN Reg S	5,118	0.45
4,400,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	4,974	0.44
4,800,000	Euroclear Bank KBC Group 1.25% 30/09/2024 EMTN Reg S	4,893	0.43
5,200,000	BNP Paribas 1.25% 13/07/2031 EMTN Reg S	4,871	0.43
4,727,000	DNB Bank 1.625% 15/12/2023 EMTN Reg S	4,855	0.43
4,588,000	SSE 3.74% VRN (Perpetual)	4,840	0.42
5,550,000	Glencore Funding 4.875% 12/03/2029 144A	4,657	0.41
5,850,000	Scentre Group Trust 2 3.625% 28/01/2026 144A	4,601	0.40
4,583,000	London Stock Exchange 1.625% 06/04/2030 Reg S	4,585	0.40
5,250,000	Hammerson Ireland 1.75% 03/06/2027 Reg S	4,505	0.40
5,082,000	HSBC Holdings 4.95% 31/03/2030	4,411	0.39
4,200,000	HSBC Holdings 2.175% VRN 27/06/2023	4,265	0.37
5,750,000	HSBC Holdings 1.645% VRN 18/04/2026	4,205	0.37
4,629,000	CPI Property Group 4.875% VRN (Perpetual) Reg S	4,201	0.37
4,023,000	Lloyds Banking Group 1.875% VRN 15/01/2026 Reg S	4,120	0.36
4,601,000	Heathrow Funding 1.50% 12/10/2027 Reg S	4,114	0.36
4,346,000	General Motors 6.80% 01/10/2027	3,951	0.35
4,625,000	Embraer Netherlands Finance 6.95% 17/01/2028 Reg S	3,807	0.33
3,483,000	Orsted 2.50% 16/05/2033 EMTN Reg S	3,776	0.33
2,750,000	Lloyds TSB Bank 6.00% 08/02/2029 Reg S	3,752	0.33
3,672,000	Nestle Holdings 1.375% 23/06/2033 EMTN Reg S	3,665	0.32
4,450,000	Credit Agricole 6.875% VRN (Perpetual) 144A	3,595	0.32
3,450,000	New York Life Global Funding 1.625% 15/12/2023 Reg S	3,543	0.31

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
3,505,000	Bellis Acquisition 3.25% 16/02/2026 Reg S	3,510	0.31
2,680,000	British Land 5.264% 24/09/2035	3,508	0.31
3,300,000	Gazprom Capital Luxembourg 4.25% 06/04/2024 Reg S	3,508	0.31
3,489,000	Nestle Holdings 0.625% 18/12/2025 EMTN Reg S	3,481	0.31
3,582,000	Metropolitan Life Global Funding I 0.625% 08/12/2027 Reg S	3,452	0.30
2,727,000	University of Oxford 2.544% 08/12/2117 Reg S	3,432	0.30
3,295,000	Motability Operations Group 1.75% 03/07/2029 EMTN Reg S	3,399	0.30
3,010,000	Society of Lloyds 4.75% 30/10/2024 Reg S	3,333	0.29
2,961,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	3,299	0.29
2,500,000	M&G 6.25% VRN 20/10/2068 Reg S	3,297	0.29
4,450,000	Dae Funding 3.375% 20/03/2028 Reg S	3,275	0.29
3,100,000	Ladbrokes Group Finance 5.125% 08/09/2023 Reg S	3,263	0.29
3,200,000	BNP Paribas 2.00% VRN 24/05/2031 EMTN	3,226	0.28
3,521,000	Informa 2.125% 06/10/2025 EMTN Reg S	3,215	0.28
3,145,000	Anglian Water (Osprey) Financing 2.00% 31/07/2028 EMTN Reg S	3,151	0.28
2,922,000	Berkshire Hathaway Finance 2.375% 19/06/2039	3,139	0.28
3,260,000	HSBC Holdings 2.50% 15/03/2027 EMTN Reg S	3,135	0.28
3,106,000	BMW International Investment 1.25% 11/07/2022 EMTN Reg S	3,134	0.27
3,100,000	Volkswagen Finance Services 1.125% 18/09/2023 EMTN Reg S	3,124	0.27
3,191,000	Bunzl Finance 1.50% 30/10/2030 EMTN Reg S	3,116	0.27
3,000,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	3,067	0.27
4,075,000	Shell International Finance 3.125% 07/11/2049	3,041	0.27
2,704,000	Royal London Finance Bonds 6.125% VRN 30/11/2043 Reg S	3,003	0.26
3,515,000	Enel Finance International 0.875% 17/06/2036 EMTN Reg S	2,986	0.26
3,428,000	easyJet Finco 1.875% 03/03/2028 EMTN Reg S	2,940	0.26
1,715,000	Lloyds Bank 6.50% 17/09/2040 EMTN Reg S	2,934	0.26
2,708,000	Motability Operations Group 2.375% 03/07/2039 EMTN Reg S	2,900	0.25
2,788,000	Bank of America Corporation 3.648% VRN 31/03/2029 EMTN Reg S	2,885	0.25
2,730,000	Paradigm Homes Charitable Housing Association 2.25% 20/05/2051 Reg S	2,829	0.25
2,800,000	Shaftesbury Carnaby 2.487% 30/09/2031 Reg S	2,757	0.24
2,636,000	National Express Group 2.375% 20/11/2028 Reg S	2,720	0.24
2,700,000	Phoenix Group Holdings Capital 5.75% 07/07/2021 Reg S	2,702	0.24
2,657,000	Barclays 1.70% VRN 03/11/2026 Reg S	2,696	0.24
2,536,000	National Express Group 4.25% VRN (Perpetual)	2,634	0.23
1,700,000	HSBC Holdings 7.00% 07/04/2038 EMTN Reg S	2,622	0.23
2,450,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	2,617	0.23
3,380,000	Verizon Communications 3.55% 22/03/2051	2,615	0.23
2,594,000	China Development Bank 1.25% 21/01/2023 EMTN Reg S	2,611	0.23
2,330,000	AA Bond 5.50% 31/07/2050 Reg S	2,575	0.23
2,474,000	CK Hutchison Group Telecom Finance 2.625% 17/10/2034 Reg S	2,559	0.22
2,427,000	Heathrow Funding 2.75% 13/10/2031 EMTN Reg S	2,524	0.22
2,694,000	Bristol-Myers Squibb 4.25% 26/10/2049	2,450	0.21
2,829,000	Berkshire Hathaway 0.00% 12/03/2025	2,431	0.21
2,378,000	MPT Operating Partnership 2.50% 24/03/2026	2,423	0.21
1,963,000	Phoenix Group Holdings 5.625% 28/04/2031 EMTN Reg S	2,397	0.21
2,200,000	RAC Bond 4.565% 06/05/2046 EMTN Reg S	2,295	0.20
2,303,000	National Grid Electric Transmission 2.00% 16/09/2038 EMTN Reg S	2,272	0.20
2,199,000	MPT Operating Partnership 3.375% 24/04/2030	2,271	0.20
2,194,000	Jerrold Finco 4.875% 15/01/2026 Reg S	2,257	0.20
1,900,000	Lloyds Bank 5.125% 07/03/2025 EMTN Reg S	2,216	0.19
2,571,000	Simon International Finance SCA 1.125% 19/03/2033 Reg S	2,210	0.19
2,200,000	Credit Agricole 1.874% VRN 09/12/2031 Reg S	2,206	0.19

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,150,000	First Abu Dhabi Bank 1.375% 19/02/2023 EMTN Reg S	2,172	0.19
2,500,000	Vonovia SE 1.50% 14/06/2041 Reg S	2,159	0.19
2,490,000	AbbVie 4.05% 21/11/2039	2,088	0.18
1,750,000	Clydesdale Bank 4.625% 08/06/2026 EMTN	2,079	0.18
2,296,000	Wessex Water Services Finance 1.25% 12/01/2036 Reg S	2,077	0.18
2,704,000	Verizon Communications 3.40% 22/03/2041	2,069	0.18
1,900,000	Ford Motor Credit 4.535% 06/03/2025 EMTN	2,036	0.18
1,850,000	Fiserv 3.00% 01/07/2031	2,024	0.18
1,850,000	HSBC Holdings 3.00% VRN 22/07/2028	1,994	0.17
1,843,000	InterContinental Hotels Group 3.375% 08/10/2028 EMTN Reg S	1,991	0.17
2,200,000	Autostrade per Litalia 1.875% 26/09/2029 EMTN Reg S	1,944	0.17
2,583,000	Societe Generale France 4.75% VRN (Perpetual) 144A	1,931	0.17
1,550,000	Citizen Treasury 3.25% 20/10/2048 Reg S	1,907	0.17
1,920,000	Yorkshire Water Finance 1.75% 27/10/2032 EMTN Reg S	1,906	0.17
1,900,000	Severn Trent Water Utilities Finance 2.00% 02/06/2040 EMTN Reg S	1,870	0.16
1,869,000	National Grid Electric Transmission 2.00% 17/04/2040 EMTN Reg S	1,820	0.16
2,340,000	Deutsche Bahn Finance 0.625% 08/12/2050 EMTN Reg S	1,792	0.16
1,688,000	Aroundtown 4.75% VRN (Perpetual)	1,782	0.16
1,200,000	Walmart Stores 5.625% 27/03/2034	1,775	0.16
2,275,000	Glencore Funding 4.125% 12/03/2024 144A	1,770	0.16
1,928,000	Unilever Finance Netherlands 1.25% 25/03/2025 EMTN Reg S	1,740	0.15
1,550,000	Zurich Finance (UK) 6.625% VRN (Perpetual) EMTN	1,658	0.15
1,600,000	EDF 6.00% 22/01/2114 144A	1,637	0.14
1,850,000	Logicor Financing SARL 1.50% 14/11/2022 EMTN Reg S	1,615	0.14
1,300,000	Volkswagen International Finance 4.125% 17/11/2031 Reg S	1,572	0.14
1,493,000	NewRiver (REIT) 3.50% 07/03/2028 Reg S	1,556	0.14
1,400,000	Phoenix Group Holdings 5.75% VRN (Perpetual) Reg S	1,512	0.13
1,875,000	QBE Insurance Group 5.875% VRN (Perpetual)	1,476	0.13
1,250,000	Society of Lloyds 4.875% VRN 07/02/2047 Reg S	1,440	0.13
1,900,000	Pershing Square Holdings 5.50% 15/07/2022 Reg S	1,424	0.12
1,500,000	CaixaBank 3.75% VRN 15/02/2029 EMTN Reg S	1,386	0.12
1,400,000	Apple 4.65% 23/02/2046	1,346	0.12
1,150,000	Home Group 3.125% 27/03/2043 Reg S	1,323	0.12
940,000	Heathrow Funding 6.45% VRN 10/12/2031 Reg S	1,289	0.11
1,281,000	AA Bond 2.875% 31/07/2043 Reg S	1,286	0.11
1,212,000	Travis Perkins 3.75% 17/02/2026 Reg S	1,285	0.11
1,725,000	UniCredit 6.572% 14/01/2022 144A	1,283	0.11
1,112,000	TP ICAP 5.25% 29/05/2026 EMTN Reg S	1,265	0.11
1,175,000	Yorkshire Building Society 3.00% VRN 18/04/2025 EMTN Reg S	1,239	0.11
900,000	MDGH - GMTN 6.875% 14/03/2026 EMTN Reg S	1,139	0.10
1,096,000	Nats (En Route) 1.75% 30/09/2033 Reg S	1,110	0.10
981,000	Nationwide Building Society 5.875% VRN (Perpetual)	1,079	0.09
900,000	Aviva 5.125% VRN 04/06/2050 EMTN Reg S	1,075	0.09
1,100,000	Volkswagen International Finance 2.625% 16/11/2027 Reg S	1,073	0.09
1,030,000	Glencore Finance (Europe) 6.00% VRN 03/04/2022 Reg S	1,071	0.09
850,000	Lloyds Bank 4.875% 30/03/2027 EMTN	1,044	0.09
1,200,000	Vivion Investments SARL 3.50% 01/11/2025 Reg S	1,041	0.09
1,074,000	Lloyds Banking Group 3.50% VRN 01/04/2026 EMTN Reg S	1,036	0.09
1,026,000	Orbit Capital 2.00% 24/11/2038 Reg S	1,012	0.09
1,007,000	Guinness Partnership 2.00% 22/04/2055 Reg S	1,009	0.09
982,000	Whitbread Group 2.375% 31/05/2027 Reg S	997	0.09
887,000	Optivo Finance 2.857% 07/10/2035 Reg S	990	0.09



# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
850,000	CPUK Finance 3.588% 28/02/2042 EMTN Reg S	918	0.08
1,051,000	Lloyds Banking Group 0.50% VRN 12/11/2025 EMTN Reg S	914	0.08
787,000	Northern Electric Finance 2.75% 24/05/2049 Reg S	901	0.08
680,000	Massachusetts Institute of Technology 5.60% 01/07/2111	836	0.07
809,000	Whitbread Group 3.00% 31/05/2031 Reg S	833	0.07
750,000	Phoenix Group Holdings 4.125% 20/07/2022 EMTN Reg S	776	0.07
1,005,000	Phoenix Group Holdings 5.625% VRN (Perpetual) Reg S	771	0.07
826,000	Nissan Motor 1.94% 15/09/2023 Reg S	737	0.06
600,000	Virgin Money UK 9.25% VRN (Perpetual)	699	0.06
550,000	Santander UK 5.75% 02/03/2026 EMTN Reg S	678	0.06
550,000	CPUK Finance 7.239% 28/02/2024 EMTN Reg S	634	0.06
600,000	Investec Bank 9.625% 17/02/2022 EMTN Reg S	632	0.06
857,000	Mexico City Airport Trust 5.50% 31/07/2047 Reg S	624	0.05
525,000	UNITE (USAF) II 3.921% 30/06/2025 Reg S	574	0.05
650,000	Blackstone Property Partners EUR Holdings 1.40% 06/07/2022 EMTN Reg S	563	0.05
450,000	America Movil 5.00% 27/10/2026	534	0.05
375,000	Digital Stout Holding 3.75% 17/10/2030 Reg S	429	0.04
370,000	Bankers Investment Trust 8.00% 31/10/2023	427	0.04
356,000	Land Securities Capital Markets 2.625% 22/09/2039 EMTN Reg S	382	0.03
340,000	Peel Holdings 8.375% STEP 30/04/2040	343	0.03
280,000	London Merchant Securities 6.50% 16/03/2026	339	0.03
400,000	Empresa de Transporte de Pasajeros Metro 4.75% 04/02/2024 Reg S	315	0.03
260,000	Edinburgh Investment Trust 7.75% 30/09/2022	279	0.02
200,000	PGH Capital 6.625% 18/12/2025	242	0.02
150,000	Autostrade per Litalia 1.625% 12/06/2023	131	0.01
160,000	Westpac Banking 3.35% 08/03/2027	128	0.01
100,000	Investec 4.50% 05/05/2022 EMTN Reg S	103	0.01
68,000	Microsoft 2.675% 01/06/2060	49	0.00
		<b>529,734</b>	<b>46.48</b>
	<b>Gilt Edged Securities - (44.19%)</b>		
36,260,000	UK Gilt 4.25% 07/12/2027	44,938	3.94
26,580,000	UK Gilt 4.25% 07/09/2039 Reg S	40,165	3.52
35,050,000	UK Gilt 2.75% 07/09/2024 Reg S	37,900	3.33
19,580,000	UK Gilt 4.00% 22/01/2060 Reg S	36,898	3.24
33,360,000	UK Gilt 1.50% 22/07/2047 Reg S	35,340	3.10
21,295,000	UK Gilt 3.75% 22/07/2052 Reg S	35,239	3.09
30,240,000	UK Gilt 1.25% 22/07/2027 Reg S	31,696	2.78
16,850,000	UK Gilt 4.25% 07/12/2049	29,127	2.56
16,480,000	UK Gilt 4.50% 07/12/2042	26,790	2.35
14,190,000	UK Gilt 4.25% 07/12/2055	26,425	2.32
16,140,000	UK Gilt 4.50% 07/09/2034 Reg S	23,197	2.04
14,250,000	UK Gilt 4.75% 07/12/2038	22,495	1.97
20,000,000	UK Gilt 1.50% 22/07/2026 Reg S	21,152	1.86
15,000,000	UK Gilt 2.25% 07/09/2023 Reg S	15,713	1.38
8,100,000	UK Gilt 3.50% 22/07/2068	15,168	1.33
9,740,000	UK Gilt 4.25% 07/12/2040 Reg S	14,972	1.31
12,175,000	UK Gilt 3.75% 07/09/2021 Reg S	12,256	1.08
11,220,000	UK Gilt 4.00% 07/03/2022	11,524	1.01
6,180,000	UK Gilt 1.75% 07/09/2022	6,305	0.55
5,000,000	UK Gilt 1.75% 22/07/2057 Reg S	5,830	0.51
4,930,000	UK Gilt 1.75% 07/09/2037 Reg S	5,394	0.47
3,630,000	UK Gilt 4.25% 07/03/2036	5,222	0.46

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
2,810,000	UK Gilt 3.25% 22/01/2044 Reg S	3,937	0.35
3,000,000	UK Gilt 2.00% 07/09/2025 Reg S	3,217	0.28
1,700,000	UK Gilt 3.50% 22/01/2045 Reg S	2,492	0.22
1,000,000	UK Gilt 2.50% 22/07/2065 Reg S	1,474	0.13
1,100,000	UK Gilt 5.00% 07/03/2025	1,293	0.11
1,320,000	UK Gilt 0.625% 31/07/2035 Reg S	1,244	0.11
550,000	UK Gilt 1.75% 22/01/2049 Reg S	617	0.05
100,000	UK Gilt 6.00% 07/12/2028	139	0.01
		<b>518,159</b>	<b>45.46</b>
	<b>Mortgage Related Bonds - (3.24%)</b>		
4,686,228	Together Asset Backed Securitisation 2021-Cre1 1.45% VRN 20/01/2055 Reg S	4,686	0.41
4,620,000	NewDay Partnership Funding 2017-1 0.8052% VRN 15/12/2027 Reg S	4,621	0.41
4,100,000	Abu Dhabi Crude Oil Pipeline 4.60% 02/11/2047 Reg S	3,482	0.31
4,272,000	Intu (SGS) Finance 4.625% 17/03/2028 Reg S	2,920	0.26
2,638,250	Income Contingent Student Loans 1 2002-2006 2.50% 24/07/2056 Reg S	2,653	0.23
1,595,445	Tesco Property Finance 2 6.0517% 13/10/2039	2,122	0.19
1,636,000	Nats (En Route) 1.375% 31/03/2031 Reg S	1,641	0.14
1,605,000	Dignity Finance 4.6956% 31/12/2049 Reg S	1,597	0.14
1,501,500	Income Contingent Student Loans 2 2007-2009 2.50% 24/07/2058 Reg S	1,503	0.13
1,926,217	British Airways 2020-1 Class A Pass Through Trust 4.25% 15/05/2034 144A	1,494	0.13
1,200,000	Broadgate Financing 4.999% 05/10/2033 Reg S	1,376	0.12
2,700,000	Metrocentre Finance 8.75% VRN 06/12/2028	1,299	0.11
1,168,800	Greene King Finance 3.593% 15/03/2035 Reg S	1,232	0.11
1,044,000	Telereal Securitisation 1.9632% VRN 10/12/2033 Reg S	1,058	0.09
1,400,000	Intu (SGS) Finance 4.25% 17/09/2035 EMTN Reg S	957	0.08
654,957	Tesco Property Finance 3 5.744% 13/04/2040 Reg S	876	0.08
710,626	Telereal Securitisation 5.5534% 10/12/2033	866	0.08
794,406	Highbury Finance 7.017% 20/03/2023	861	0.08
753,467	Together Asset Backed Securitisation 1 1.0771% VRN 12/03/2049 Reg S	754	0.07
855,042	Taurus 2019-1 FR Srl 0.90% VRN 02/02/2031 Reg S	733	0.06
647,834	Together Asset Backed Securitisation 2018-1 1.2571% VRN 12/07/2050 Reg S	650	0.06
500,000	RHP Finance 3.25% 05/02/2048 Reg S	596	0.05
330,789	Juturna European Loan Conduit No 16 5.0636% 10/08/2033 EMTN Reg S	408	0.04
342,845	Premiertel 6.175% 08/05/2032	406	0.04
324,294	Equity Release Funding 3 5.05% 26/04/2033	397	0.03
293,191	Tesco Property Finance 5 5.6611% 13/10/2041 Reg S	392	0.03
295,330	Equity Release Funding 3 5.70% 26/02/2031	341	0.03
195,497	Longstone Finance 4.791% 19/04/2036	225	0.02
191,596	Meadowhall Finance 4.986% 12/07/2037 Reg S	220	0.02
190,000	Peel South East 10.00% 30/04/2026	190	0.02
125,088	Dignity Finance 3.5456% 31/12/2034 Reg S	138	0.01
64,188	Sprint Spectrum 3.36% 20/03/2023 144A	47	0.00
15,385	Equity Release Funding 2 5.88% 26/05/2032	18	0.00
		<b>40,759</b>	<b>3.58</b>
	<b>Financials - (0.20%)</b>		
1,012	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	21,236	1.86
		<b>21,236</b>	<b>1.86</b>
	<b>Government Bonds - (2.47%)</b>		
6,350,000	Saudi Arabia 3.25% 26/10/2026 Reg S	4,990	0.44
4,850,000	Qatar 3.75% 16/04/2030 Reg S	3,959	0.35
4,150,000	Abu Dhabi 2.125% 30/09/2024 Reg S	3,131	0.27

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
3,200,000	Kuwait 2.75% 20/03/2022 Reg S	2,348	0.21
2,700,000	Abu Dhabi 3.875% 16/04/2050 Reg S	2,240	0.20
1,750,000	Mexico 5.625% 19/03/2114 EMTN	1,908	0.17
200,000	Qatar 3.25% 02/06/2026 Reg S	158	0.01
		<b>18,734</b>	<b>1.64</b>
	<b>Municipal Bond - (0.28%)</b>		
2,370,000	University of California Revenues 4.858% 15/05/2112	2,407	0.21
		<b>2,407</b>	<b>0.21</b>
	<b>Forward Foreign Exchange Contracts - ((0.47)%)</b>		
(71,505,000)	Bought GBP sold EUR @ 1.152830 for settlement 18/08/2021	662	0.06
4,765,000	Bought USD sold GBP @ 0.706430 for settlement 18/08/2021	71	0.01
(4,647,000)	Bought GBP sold EUR @ 1.161056 for settlement 18/08/2021	14	0.00
(5,508,000)	Bought GBP sold EUR @ 1.162347 for settlement 18/08/2021	12	0.00
5,620,000	Bought EUR sold GBP @ 0.862853 for settlement 18/08/2021	(3)	0.00
4,786,000	Bought CAD sold GBP @ 0.584597 for settlement 18/08/2021	(13)	0.00
(7,503,000)	Bought GBP sold EUR @ 1.170247 for settlement 18/08/2021	(27)	0.00
3,206,000	Bought EUR sold GBP @ 0.862853 for settlement 18/08/2021	(39)	0.00
6,000,000	Bought AUD sold GBP @ 0.555806 for settlement 18/08/2021	(87)	(0.01)
(153,741,000)	Bought GBP sold USD @ 1.387612 for settlement 18/08/2021	(93)	(0.01)
(13,465,000)	Bought GBP sold USD @ 1.412719 for settlement 18/08/2021	(181)	(0.02)
		<b>316</b>	<b>0.03</b>
	<b>Overnight Indexed Swaps - (0.00%)</b>		
9,700,000	Received fixed 0.7604% pay float SONIA Overnight Deposit Rates Swap 15/04/2031	55	0.00
		<b>55</b>	<b>0.00</b>
	<b>Futures - ((0.03)%)</b>		
126,100,000	Long Gilt Commodity Future 28/09/2021	1,438	0.13
(26,400,000)	US 5 Year Treasury Note (CBT) Commodity Future 30/09/2021	45	0.00
(4,000,000)	US 2 Year Treasury Note (CBT) Commodity Future 30/09/2021	4	0.00
(2,500,000)	Euro-Schatz Commodity Future 08/09/2021	0	0.00
(28,800,000)	Euro-Bobl Commodity Future 08/09/2021	(26)	0.00
(6,800,000)	Euro-Buxl 30 Year Commodity Future 08/09/2021	(69)	(0.01)
(13,000,000)	Euro-Bund Commodity Future 08/09/2021	(100)	(0.01)
(10,800,000)	US Ultra 10 Year Note Future 21/09/2021	(215)	(0.02)
(38,100,000)	US 10 Year Treasury Note (CBT) Commodity Future 21/09/2021	(232)	(0.02)
(9,000,000)	US 20 Year Long Bond (CBT) Commodity Future 21/09/2021	(311)	(0.03)
(11,400,000)	US Ultra Bond Commodity Future 21/09/2021	(794)	(0.07)
		<b>(260)</b>	<b>(0.02)</b>
	<b>Interest Rate Swaps - (0.18%)</b>		
15,000,000	Receive fixed 2.9077% pay float 6 Month AUD Bank Bill 12/10/2028	939	0.08
14,800,000	Pay fixed 0.5103% receive float New Zealand Bank Bill 3 Month Index 13/10/2030	876	0.08
14,400,000	Pay fixed 0.925% receive float New Zealand Bank Bill 3 Month Index 14/12/2030	599	0.05
12,800,000	Pay fixed 0.8567% receive float 3 Month USD LIBOR 23/11/2030	447	0.04
20,900,000	Receive fixed 2.15% pay float 3 Month CDOR 18/03/2031	337	0.03
18,000,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	268	0.02
5,600,000	Pay fixed 0.7323% receive float New Zealand Bank Bill 3 Month Index 20/07/2030	264	0.02
6,800,000	Pay fixed 0.9252% receive float 3 Month USD LIBOR 07/12/2030	209	0.02
27,200,000	Receive fixed 0.06% pay float 6 Month CHF LIBOR 05/05/2031	115	0.01
5,000,000	Pay fixed 1.2025% receive float New Zealand Bank Bill 3 Month Index 19/08/2029	102	0.01
6,000,000	Pay fixed 1.4328% receive float New Zealand Bank Bill 3 Month Index 24/02/2030	83	0.01
207,400,000	Receive fixed 0.805% pay float 3 Month STIBOR 05/05/2031	77	0.01
18,200,000	Pay fixed 0.0497% receive float 6 Month EURIBOR 01/03/2031	62	0.01

# UK Aggregate Bond Fund

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
11,600,000	Pay fixed -0.0133% receive float 6 Month EURIBOR 27/04/2030	40	0.00
1,284,500,000	Pay fixed 0.0939% receive float 6 Month JPY LIBOR 16/02/2031	(14)	0.00
8,300,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(30)	0.00
34,700,000	Pay fixed 1.88% receive float New Zealand Bank Bill 3 Month Index 04/05/2031	(46)	0.00
6,900,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(54)	0.00
2,433,500,000	Pay fixed 0.1314% receive float 6 Month JPY LIBOR 24/05/2031	(75)	(0.01)
1,047,000,000	Pay fixed 0.1964% receive float 6 Month JPY LIBOR 01/03/2031	(79)	(0.01)
18,000,000	Receive fixed 1.4155% pay float 6 Month AUD Bank Bill 19/02/2031	(107)	(0.01)
4,200,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(161)	(0.01)
8,100,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(212)	(0.02)
14,900,000	Pay fixed 1.6477% receive float 3 Month USD LIBOR 05/05/2031	(229)	(0.02)
12,000,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(273)	(0.02)
7,700,000	Receive fixed 0.7487% pay float 6 Month AUD Bank Bill 06/10/2030	(280)	(0.02)
14,000,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	(355)	(0.03)
11,100,000	Receive fixed 0.3058% pay float Overnight GBP SONIA 12/11/2030	(384)	(0.03)
15,300,000	Receive fixed 0.9697% pay float 6 Month AUD Bank Bill 11/12/2030	(410)	(0.04)
9,900,000	Receive fixed 0.97% pay float 3 Month CDOR 16/07/2030	(410)	(0.04)
9,100,000	Pay fixed 2.90% receive float NZD Bank Bill 3 Month Index 08/10/2028	(415)	(0.04)
14,600,000	Receive fixed 1.2638% pay float 3 Month CDOR 03/12/2030	(425)	(0.04)
19,000,000	Receive fixed 0.8077% pay float 6 Month AUD Bank Bill 17/07/2030	(602)	(0.05)
20,300,000	Receive fixed 1.0823% pay float New Zealand Bank Bill 3 Month Index 18/01/2031	(712)	(0.06)
6,950,000	Receive fixed 0.2646% pay float Overnight GBP SONIA 16/10/2040	(723)	(0.06)
		<b>(1,578)</b>	<b>(0.14)</b>
	<b>Portfolio of investments</b>	<b>1,129,562</b>	<b>99.10</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>10,153</b>	<b>0.90</b>
	<b>Net assets</b>	<b>1,139,715</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Financials - (25.02%)</b>		
385,059	Fidelity Special Situations Fund - W Acc	15,506	9.48
2,190,219	NatWest Group	4,420	2.70
8,202,126	Lloyds Banking Group	3,812	2.33
547,254	HSBC Holdings	2,278	1.39
147,946	St James Place	2,181	1.33
620,009	Legal & General Group	1,600	0.98
12,757	JPMorgan Chase	1,418	0.87
39,371	Admiral Group	1,246	0.76
75,129	Hargreaves Lansdown	1,189	0.73
130,811	Phoenix Group Holdings	876	0.54
603,962	Greencoat UK Wind	767	0.47
38,941	Liontrust Asset Management	720	0.44
72,522	HomeServe	694	0.42
166,620	Aviva	676	0.41
197,528	Direct Line Insurance Group	568	0.35
60,271	Lancashire Holdings	372	0.23
17,206	Intermediate Capital Group	370	0.23
32,980	Gresham House	303	0.19
36,406	Mattioli Woods	266	0.16
88,228	Chesnara	236	0.14
45,335	OSB Group	209	0.13
11,026	Bank of Georgia Group	149	0.09
2,988	Alpha FX Group	47	0.03
0	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	1	0.00
		<b>39,904</b>	<b>24.39</b>
	<b>Consumer Staples - (17.89%)</b>		
135,769	Unilever	5,749	3.51
145,292	Diageo	5,062	3.09
93,681	British American Tobacco	2,617	1.60
40,672	Reckitt Benckiser Group	2,613	1.60
43,391	Coca-Cola	1,686	1.03
731,557	Tesco	1,629	1.00
28,764	Cranswick	1,147	0.70
403,097	WM Morrison Supermarkets	950	0.58
114,383	Tate & Lyle	852	0.52
23,458	Nichols	332	0.20
51,616	A.G.Barr	269	0.16
		<b>22,906</b>	<b>14.00</b>
	<b>Consumer Discretionary - (12.71%)</b>		
173,247	RELX	3,310	2.02
66,608	Persimmon	1,961	1.20
20,666	Next	1,620	0.99
64,659	Burberry Group	1,331	0.81
486	Amazon.com	1,209	0.74
273,180	Headlam Group	1,175	0.72
841,058	Restaurant Group	1,075	0.66
72,666	Ryanair Holdings (GB)	974	0.60
114,015	Howden Joinery Group	936	0.57
19,178	Berkeley Group Holdings	882	0.54
41,019	GVC Holdings	712	0.44
53,413	Vistry Group	627	0.38

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
62,322	JD Sports Fashion	571	0.35
90,829	Redrow	558	0.34
139,514	Dominos Pizza UK & Ireland	549	0.34
40,465	JD Weatherspoon	473	0.29
296,928	Marks & Spencer Group	434	0.27
177,212	Hollywood Bowl Group	421	0.26
22,287	Travis Perkins	381	0.23
121,272	The Gym Group	344	0.21
29,053	Dart Group	343	0.21
10,209	Future	317	0.19
5,077	ASOS	255	0.16
25,535	Team17 Group	181	0.11
12,470	Go-Ahead Group	141	0.09
99,062	Saietta Group	119	0.07
29,698	Virgin Wines	68	0.04
		<b>20,967</b>	<b>12.82</b>
	<b>Industrials - (8.90%)</b>		
70,259	Spectris	2,289	1.40
107,815	Mondi Group	2,049	1.25
14,446	Ferguson	1,468	0.90
50,499	Experian	1,417	0.87
22,967	DCC	1,364	0.83
60,356	Weir Group	1,116	0.68
18,435	Ashtead Group	990	0.61
160,774	Genuit Group	987	0.60
5,531	Visa (A)	941	0.58
650,590	Breedon Group	720	0.44
88,387	Inchcape	685	0.42
23,624	Bunzl	570	0.35
195,071	Forterra	534	0.33
143,005	Essentra	458	0.28
49,062	Smart Metering Systems	423	0.26
13,825	Diploma	405	0.25
231,781	Hays	366	0.22
263,237	Serco Group	361	0.22
102,490	QinetiQ Group	349	0.21
30,862	James Fisher & Sons	280	0.17
		<b>17,772</b>	<b>10.86</b>
	<b>Health Care - (10.99%)</b>		
56,168	AstraZeneca	4,882	2.98
189,793	GlaxoSmithKline	2,695	1.65
27,412	Novo Nordisk (B)	1,669	1.02
5,248	Roche Holdings	1,434	0.88
9,282	Johnson & Johnson	1,098	0.67
43,064	Smith & Nephew	680	0.42
24,830	Oxford BioMedica	324	0.20
37,377	PureTech Health	128	0.08
		<b>12,910</b>	<b>7.89</b>
	<b>Energy - (6.25%)</b>		
899,838	BP	2,822	1.72
189,135	Royal Dutch Shell (A)	2,725	1.67

## Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
8,691	Pioneer Natural Resources	994	0.61
70,304	Royal Dutch Shell (B)	981	0.60
156,231	Premier Oil	591	0.36
43,967	Ceres Power	468	0.29
72,016	ITM Power	328	0.20
35,511	Energiean	256	0.16
214,103	Tullow Oil	127	0.08
4,348	Thungela Resources (GB)	8	0.00
		<b>9,300</b>	<b>5.68</b>
	<b>Utilities - (5.54%)</b>		
182,343	SSE	2,739	1.67
224,314	National Grid	2,051	1.25
127,512	Pennon Group	1,450	0.89
51,252	Severn Trent	1,283	0.78
124,852	United Utilities Group	1,212	0.74
56,410	Drax Group	241	0.15
		<b>8,976</b>	<b>5.49</b>
	<b>Basic Materials - (6.92%)</b>		
80,715	Rio Tinto	4,839	2.96
77,422	Anglo American	2,223	1.36
38,982	Victrex	992	0.61
143,566	Atalaya Mining	435	0.27
		<b>8,489</b>	<b>5.19</b>
	<b>Technology - (1.59%)</b>		
20,720	Apple	2,037	1.25
53,546	Computacenter	1,386	0.85
214,668	Auto Trader Group	1,355	0.83
102,215	Funding Circle Holdings	159	0.10
		<b>4,937</b>	<b>3.02</b>
	<b>Real Estate - (0.00%)</b>		
183,564	Rightmove	1,191	0.73
568,531	Primary Health Properties	879	0.54
61,028	Workspace Group	504	0.31
84,892	Helical Bar	371	0.23
51,704	Great Portland Estates	364	0.22
		<b>3,309</b>	<b>2.02</b>
	<b>Telecommunications - (2.50%)</b>		
1,926,162	Vodafone Group	2,337	1.43
		<b>2,337</b>	<b>1.43</b>
	<b>Futures - (0.00%)</b>		
1,400	FTSE 100 Index Future 17/09/2021	(146)	(0.09)
		<b>(146)</b>	<b>(0.09)</b>
	<b>Portfolio of investments</b>	<b>151,661</b>	<b>92.70</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>11,945</b>	<b>7.30</b>
	<b>Net assets</b>	<b>163,606</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

Portfolio Statement

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
	<b>Gilt Edged Securities - (76.34%)</b>		
7,270,000	UK Gilt 4.50% 07/09/2034 Reg S	10,449	13.21
5,100,000	UK Gilt 3.25% 22/01/2044 Reg S	7,145	9.03
4,570,000	UK Gilt 0.625% 07/06/2025 Reg S	4,638	5.86
4,400,000	UK Gilt 1.25% 22/07/2027 Reg S	4,614	5.83
2,600,000	UK Gilt 3.75% 22/07/2052 Reg S	4,302	5.44
3,970,000	UK Gilt 2.75% 07/09/2024 Reg S	4,293	5.43
2,220,000	UK Gilt 4.00% 22/01/2060 Reg S	4,183	5.29
2,055,000	UK Gilt 4.25% 07/09/2039 Reg S	3,105	3.93
1,250,000	UK Gilt 3.50% 22/07/2068	2,341	2.96
1,250,000	UK Gilt 4.50% 07/12/2042	2,032	2.57
1,550,000	UK Gilt 1.75% 22/07/2057 Reg S	1,807	2.28
1,050,000	UK Gilt 0.125% I/L 22/03/2029 Reg S	1,661	2.10
1,000,000	UK Gilt 2.50% 22/07/2065 Reg S	1,474	1.86
740,000	UK Gilt 4.25% 07/12/2055	1,378	1.74
750,000	UK Gilt 4.25% 07/12/2049	1,296	1.64
750,000	UK Gilt 5.00% 07/03/2025	881	1.11
600,000	UK Gilt 1.75% 22/01/2049 Reg S	673	0.85
500,000	UK Gilt 0.75% 22/07/2023 Reg S	507	0.64
500,000	UK Gilt 0.25% 31/07/2031 Reg S	472	0.60
250,000	UK Gilt 1.50% 22/07/2047 Reg S	265	0.34
250,000	UK Gilt 0.875% 22/10/2029 Reg S	254	0.32
200,000	UK Gilt 1.25% 31/07/2051 Reg S	200	0.25
		<b>57,970</b>	<b>73.29</b>
	<b>Corporate Bonds - (17.06%)</b>		
1,050,000	Orbit Capital 3.375% 14/06/2048 Reg S	1,284	1.62
1,150,000	CPI Property Group 2.75% 22/01/2028 EMTN Reg S	1,176	1.49
1,000,000	Royal KPN (Koninklijke Kpn) 5.00% 18/11/2026 GMTN Reg S	1,155	1.46
700,000	Prudential 5.00% VRN 20/07/2055 EMTN Reg S	843	1.07
710,000	AXA 5.453% VRN (Perpetual) Reg S	820	1.04
700,000	BHP Billiton Finance 6.50% VRN 22/10/2077 Reg S	748	0.95
700,000	Siemens 0.875% 05/06/2023 EMTN Reg S	705	0.89
670,000	DNB Bank 1.375% 12/06/2023 Reg S	682	0.86
600,000	Volkswagen Finance Services 4.25% 09/10/2025 EMTN Reg S	678	0.86
590,000	Cadent Finance 2.125% 22/09/2028 EMTN Reg S	612	0.77
550,000	Goldman Sachs Group 3.125% 25/07/2029 EMTN Reg S	611	0.77
540,000	Southern Water Services Finance 3.00% 28/05/2037 EMTN Reg S	581	0.73
400,000	EDF 5.875% 18/07/2031 EMTN	543	0.69
530,000	Westfield Stratford City Finance No 2 1.642% 04/08/2031 Reg S	536	0.68
510,000	Experian Finance 2.125% 27/09/2024 EMTN Reg S	530	0.67
500,000	Barclays Bank 2.375% VRN 06/10/2023 Reg S	511	0.65
380,000	Legal & General Group 4.50% VRN 01/11/2050 Reg S	437	0.55
413,000	Logicor 2019-1 UK 1.875% 17/11/2026 Reg S	430	0.54
410,000	Nestle Finance International 2.25% 30/11/2023 EMTN Reg S	429	0.54
425,000	Shaftesbury Carnaby 2.487% 30/09/2031 Reg S	418	0.53
300,000	British Land 5.264% 24/09/2035	393	0.50
350,000	Procter & Gamble 1.80% 03/05/2029	370	0.47
310,000	Stagecoach Group 4.00% 29/09/2025 Reg S	335	0.42
300,000	BHP Billiton Finance 3.25% 25/09/2024	325	0.41
266,000	Rothsay Life 5.50% VRN 17/09/2029 Reg S	296	0.37
230,000	University of Oxford 2.544% 08/12/2117 Reg S	289	0.37
200,000	Apple 3.05% 31/07/2029	230	0.29



**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
150,000	Bankers Investment Trust 8.00% 31/10/2023	173	0.22
160,000	Sovereign Housing Capital 2.375% 04/11/2048 Reg S	171	0.22
130,000	Experian Finance 3.25% 07/04/2032 EMTN Reg S	148	0.19
100,000	BHP Billiton Finance 4.30% 25/09/2042	136	0.17
100,000	Libra Longhurst Group Treasury No 2 3.25% 15/05/2043 Reg S	117	0.15
		<b>16,712</b>	<b>21.13</b>
	<b>Government Bonds - (0.94%)</b>		
3,400,000	US Treasury I/L 0.125% 15/07/2030	2,816	3.56
		<b>2,816</b>	<b>3.56</b>
	<b>Financials - (0.02%)</b>		
33	Fidelity Institutional Liquidity Fund - Sterling A Accumulation shares	697	0.88
		<b>697</b>	<b>0.88</b>
	<b>Mortgage Related Bonds - (4.08%)</b>		
300,000	Intu SGS Finance 4.25% 17/09/2035 EMTN Reg S	205	0.26
200,000	Metrocentre Finance 8.75% VRN 06/12/2028	96	0.12
		<b>301</b>	<b>0.38</b>
	<b>Overnight Indexed Swaps - (0.00%)</b>		
600,000	Received fixed 0.7604% pay float SONIA Overnight Deposit Rates Swap 15/04/2031	3	0.00
		<b>3</b>	<b>0.00</b>
	<b>Futures - ((0.01)%)</b>		
(2,500,000)	US Ultra 10 Year Note Future 21/09/2021	(50)	(0.06)
		<b>(50)</b>	<b>(0.06)</b>
	<b>Forward Foreign Exchange Contracts - ((0.05)%)</b>		
(374,000)	Bought GBP sold CAD @ 1.711680 for settlement 03/09/2021	1	0.00
41,000	Bought USD sold GBP @ 0.719007 for settlement 03/09/2021	0	0.00
55,000	Bought USD sold GBP @ 0.719007 for settlement 03/09/2021	0	0.00
75,000	Bought USD sold GBP @ 0.719007 for settlement 03/09/2021	0	0.00
29,000	Bought USD sold GBP @ 0.719007 for settlement 03/09/2021	0	0.00
32,000	Bought USD sold GBP @ 0.719007 for settlement 03/09/2021	0	0.00
(26,000)	Bought GBP sold USD @ 1.420969 for settlement 03/09/2021	0	0.00
(54,000)	Bought GBP sold USD @ 1.392278 for settlement 03/09/2021	0	0.00
(51,000)	Bought GBP sold USD @ 1.391499 for settlement 03/09/2021	0	0.00
(37,000)	Bought GBP sold USD @ 1.396230 for settlement 03/09/2021	0	0.00
374,000	Bought CAD sold GBP @ 0.582937 for settlement 03/09/2021	0	0.00
(3,966,000)	Bought GBP sold USD @ 1.418300 for settlement 03/09/2021	(64)	(0.08)
		<b>(63)</b>	<b>(0.08)</b>
	<b>Interest Rate Swaps - ((0.05)%)</b>		
1,500,000	Receive fixed 2.8647% pay float 6 Month AUD Bank Bill 28/09/2028	91	0.12
1,100,000	Pay fixed 0.5103% receive float New Zealand Bank Bill 3 Month Index 13/10/2030	65	0.08
1,000,000	Pay fixed 0.925% receive float New Zealand Bank Bill 3 Month Index 14/12/2030	42	0.05
1,100,000	Pay fixed -0.1578% receive float 6 Month EURIBOR 18/05/2030	16	0.02
500,000	Pay fixed 0.9252% receive float 3 Month USD LIBOR 07/12/2030	15	0.02
2,000,000	Receive fixed 0.06% pay float 6 Month CHF LIBOR 05/05/2031	8	0.01
15,000,000	Receive fixed 0.805% pay float 3 Month STIBOR 05/05/2031	6	0.01
1,300,000	Pay fixed 0.0497% receive float 6 Month EURIBOR 01/03/2031	4	0.01
100,000	Pay fixed 1.2025% receive float New Zealand Bank Bill 3 Month Index 19/08/2029	2	0.00
300,000	Pay fixed 0.0087% receive float 6 Month EURIBOR 15/04/2030	0	0.00
88,300,000	Pay fixed 0.0939% receive float 6 Month JPY LIBOR 16/02/2031	(1)	0.00
2,600,000	Pay fixed 1.88% receive float New Zealand Bank Bill 3 Month Index 04/05/2031	(3)	0.00
700,000	Pay fixed 0.0317% receive float 6 Month EURIBOR 05/08/2029	(3)	0.00

**Portfolio Statement**

as at 30 June 2021

Holdings/ Holdings Equivalent	Portfolio of investments	Market value/ Unrealised gain/(loss) £'000	Percentage of total net assets %
700,000	Pay fixed 0.0857% receive float 6 Month EURIBOR 08/07/2029	(5)	(0.01)
164,100,000	Pay fixed 0.1314% receive float 6 Month JPY LIBOR 24/05/2031	(5)	(0.01)
80,800,000	Pay fixed 0.1964% receive float 6 Month JPY LIBOR 01/03/2031	(6)	(0.01)
1,200,000	Receive fixed 1.4155% pay float 6 Month AUD Bank Bill 19/02/2031	(7)	(0.01)
200,000	Pay fixed 0.5237% receive float 6 Month EURIBOR 06/05/2029	(8)	(0.01)
400,000	Pay fixed 0.6312% receive float 6 Month EURIBOR 12/02/2029	(18)	(0.02)
800,000	Receive fixed 0.9117% pay float 6 Month AUD Bank Bill 01/05/2030	(20)	(0.03)
1,000,000	Pay fixed 0.2982% receive float 6 Month EURIBOR 10/06/2029	(23)	(0.03)
900,000	Pay fixed 2.36% receive float NZD Bank Bill 3 Month Index 18/03/2029	(24)	(0.03)
700,000	Receive fixed 0.7487% pay float 6 Month AUD Bank Bill 06/10/2030	(25)	(0.03)
800,000	Receive fixed 0.8077% pay float 6 Month AUD Bank Bill 17/07/2030	(25)	(0.03)
1,900,000	Pay fixed 1.6477% receive float 3 Month USD LIBOR 05/05/2031	(29)	(0.04)
1,400,000	Receive fixed 0.9697% pay float 6 Month AUD Bank Bill 11/12/2030	(38)	(0.05)
900,000	Receive fixed 0.1098% pay float Overnight GBP SONIA 17/09/2030	(48)	(0.06)
1,400,000	Receive fixed 1.0823% pay float New Zealand Bank Bill 3 Month Index 18/01/2031	(49)	(0.06)
1,300,000	Pay fixed 2.90% receive float NZD Bank Bill 3 Month Index 08/10/2028	(59)	(0.07)
3,200,000	Receive fixed 0.97% pay float 3 Month CDOR 16/07/2030	(133)	(0.17)
		<b>(280)</b>	<b>(0.35)</b>
	<b>Portfolio of investments</b>	<b>78,106</b>	<b>98.75</b>
	<b>Cash and other net assets/(liabilities)</b>	<b>990</b>	<b>1.25</b>
	<b>Net assets</b>	<b>79,096</b>	<b>100.00</b>

The figures in brackets represent the sector distributions at 30 June 2020. Where securities are reclassified in the current period comparative percentages have been restated.

The percentage of net assets disclosed above is subject to rounding.

Unless otherwise stated, all holdings are on an official stock exchange listing or are permitted collective investment schemes.

Where the holdings/holdings equivalent value is reported to be nil this is due to a fractional share position.

## Further Information

### Fidelity Institutional Funds

#### Registered Office

Beech Gate  
Millfield Lane  
Lower Kingswood  
Tadworth  
Surrey KT20 6RP  
United Kingdom  
www.fidelity.co.uk

Authorised and regulated in the UK by the Financial Conduct Authority.

#### Authorised Corporate Director (ACD), Investment Manager, General Distributor, Administrator and Registrar

FIL Investment Services (UK) Limited  
Beech Gate  
Millfield Lane  
Lower Kingswood  
Tadworth  
Surrey KT20 6RP  
United Kingdom

The ACD is FIL Investment Services (UK) Limited and is the sole director.

Authorised and regulated in the UK by the Financial Conduct Authority.

Registered in England and Wales No 2016555.

#### Depository

J.P. Morgan Europe Limited

#### Registered Office:

25 Bank Street  
Canary Wharf  
London E14 5JP  
United Kingdom

#### Head Office:

Chaseside  
Bournemouth  
Dorset BH7 7DA  
United Kingdom

Authorised and regulated in the UK by the Financial Conduct Authority.

#### Independent Auditors

Deloitte LLP  
1 New Street Square  
London EC4 3HQ  
United Kingdom

## Further Information

- All Fidelity employees are subject to a Code of Ethics which, among other things, sets out procedures for personal account dealings in securities. These procedures, which are rigorously monitored, are designed to ensure that there is no conflict between personal account dealing by Fidelity staff and the interests of Fidelity's customers.

The two basics of the Code of Ethics require that deals have to be pre-authorised before an individual may undertake them, and they must afterwards be reported to the Compliance Department. Individuals are required to use specified brokers which enables this process to be checked on a continual basis.

In addition, there are specific provisions to ensure that any investment idea is first acted upon by the funds Fidelity manages, and that fund managers may not deal within a defined period either side of a fund (for which they are responsible) dealing in that stock.

- The Report and Financial Statements of the Company and the Instrument of Incorporation may be inspected free of charge between 9.00 a.m. and 5.00 p.m. on every business day at the offices of the Authorised Corporate Director (ACD) at Beech Gate, Millfield Lane, Lower Kingswood, Tadworth, Surrey KT20 6RP, United Kingdom.

Shareholders may obtain copies of the above documents, including long form accounts, free of charge, from the same address, or alternatively from our website [www.fidelity.co.uk](http://www.fidelity.co.uk).

It is possible to receive information about the full holdings of the funds in which you invest. This is available on request, and may, at our discretion, be subject to you entering into an agreement with us to keep the information confidential. If you wish to receive full holdings information in accordance with the policy, please put your request in writing to: Data Policy Fund Holdings, Beech Gate, Millfield Lane, Lower Kingswood, Tadworth, Surrey KT20 6RP, United Kingdom quoting your name, address and account number or client reference number.

The AFM is required to conduct a detailed assessment of whether its funds provide value to investors and publish an annual statement summarising the outcome of the review. The Value Assessment Report is available on our website [www.fidelity.co.uk](http://www.fidelity.co.uk)

FIL Limited and its respective subsidiaries form the global investment management organisation that is commonly referred to as Fidelity International. Fidelity International only gives information on its products and does not provide investment advice based on individual circumstances.

Any service, security, investment, fund or product outlined may not be available to or suitable for you and may not be available in your jurisdiction. It is your responsibility to ensure that any service, security, investment, fund or product outlined is available in your jurisdiction before any approach is made regarding that service, security, investment, fund or product. This document may not be reproduced or circulated without prior permission and must not be passed to private investors.

Past performance is not a reliable indicator of future results. The value of investments may go down as well as up and an investor may not get back the original amount invested. Unless otherwise stated all products are provided by Fidelity International, and all views expressed are those of Fidelity International.

In certain countries, and for certain types of investments, transaction costs are higher, and liquidity is lower than elsewhere. There may also be limited opportunities to find alternative ways of managing cash flows especially where the focus of investment is on small and medium sized firms. For funds specialising in such countries and investment types, transactions, particularly those large in size, are likely to have a greater impact on the costs of running a fund than similar transactions in larger funds. Prospective investors should bear this in mind in selecting funds.

Issued by FIL Investment Services (UK) Limited (FCA registered number 121939) a firm authorised and regulated by the Financial Conduct Authority.

FIL Investment Services (UK) Limited is a member of the Fidelity International group of companies and is registered in England and Wales under the company number 2016555. The registered office of the company is Beech Gate, Millfield Lane, Lower Kingswood, Tadworth, Surrey, KT20 6RP, United Kingdom. FIL Investment Management Limited VAT group identification number is 395 3090 35.



Fidelity, Fidelity International the Fidelity International logo and F symbol are trademarks of FIL Limited