

Annual Report & Financial Statements

Omnis Managed Investments ICVC

For the year ended 30 September 2022

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* Collectively, these comprise the Authorised Corporate Director's Report.

Directory

The Company and Head Office

Omnis Managed Investments ICVC
Auckland House
Lydiard Fields
Swindon SN5 8UB
Incorporated in England and Wales
under registration number IC000674

Website address: www.omnisinvestments.com
(Authorised and regulated by the FCA)

Directors of the ACD

Peter Davis
Richard Houghton (Interim CEO)
Robert Jeffree
Douglas Naismith
Dominic Sheridan (resigned 28 November 2022)

Registrar

SS&C Financial Services International Limited
SS&C House
St Nicholas Lane
Basildon
Essex SS15 5FS

Auditor

Deloitte LLP
Statutory Auditor
Saltire Court
110 Queen Street
Glasgow G1 3BX

Customer Service Centre

Omnis Managed Investments ICVC
PO BOX 10191
Chelmsford CM99 2AP
Telephone: 0345 140 0070*

Depository

State Street Trustees Limited
20 Churchill Place
London E14 5HJ
(Authorised and regulated by the FCA)

Authorised Corporate Director ("ACD")

Omnis Investments Limited
Auckland House
Lydiard Fields
Swindon SN5 8UB
(Authorised and regulated by the FCA)

Investment Managers

PineBridge Investments Europe Limited
One Bedford Avenue,
London WC1B 3AU
(Authorised and regulated by the FCA)

Newton Investment Management Limited
160 Queen Victoria Street
London EC4V 4LA
(Authorised and regulated by the FCA)

Threadneedle Asset Management Limited
78 Cannon Street
London EC4N 6AG
(Authorised and regulated by the FCA)

* Please note that telephone calls may be recorded for monitoring and training purposes, and to confirm investors' instructions.

Authorised Corporate Director's ("ACD") Report

We are pleased to present the Annual Report & Audited Financial Statements for Omnis Managed Investments ICVC ('Investment Company with Variable Capital') for the year ended 30 September 2022.

Authorised Status

Omnis Managed Investments ICVC ("the Company") is an investment company with variable capital incorporated in England and Wales under registered number IC000674 and authorised by the Financial Conduct Authority ("FCA") with effect from 23 May 2008. The Company has an unlimited duration.

Shareholders are not liable for the debts of the Company.

Head office: Auckland House, Lydiard Fields, Swindon, SN5 8UB

The Head Office is the address of the place in the UK for service on the Company of notices or other documents required or authorised to be served on it.

Structure of the Company

The Company is structured as an umbrella company, in that different Funds may be established from time to time by the ACD with the approval of the FCA. On the introduction of any new Fund or Class, a revised prospectus will be prepared setting out the relevant details of each Fund or Class.

The Company is a UK UCITS scheme.

The assets of each Fund will be treated as separate from those of every other Fund and will be invested in accordance with the investment objective and investment policy applicable to that Fund. Investment of the assets of each of the Funds must comply with the FCA's Collective Investment Schemes Sourcebook ("COLL") and the investment objective and policy of the relevant Fund.

Cross Holdings

There were no shares in any Fund held by other funds of the Company.

Base Currency

The base currency of the Company is Pounds Sterling. Each Fund and Class is designated in Pounds Sterling.

Share Capital

The minimum share capital of the Company is £1 and the maximum is £100,000,000,000. Shares in the Company have no par value. The share capital of the Company at all times equals the sum of the Net Asset Values of each of the Funds.

Authorised Corporate Director's ("ACD") Report (continued)

Investment Review Year to 30 September 2022

Review

Over the past 12 months, we have navigated an ever-changing macroeconomic and market environment. Following a pickup in economic growth in spring 2021 as Covid-19 vaccines paved the way for economic reopening, we saw inflation pick up sharply, initially due to a backlog of supply chain disruptions, and from Q1 2022, due to the ongoing war in Ukraine driving energy and food prices higher. Over the review period the Bank of England and the US Federal Reserve (Fed) began raising interest rates to combat inflation.

Just prior to the review period, in September 2021, financial markets were rocked by the news that Chinese property developer Evergrande would likely default on its interest payments to bond holders. The S&P 500 dropped more than 4% over the month, the worst drop in over a year. The UK's economic rebound continued on its slowdown trajectory, with attention turned to the effects of Brexit on the economy. Such was the volatile backdrop to markets and economies as we entered the period under review.

Volatility in markets continued in October 2021 as a global shortage of natural gas supplies impacted on energy and fuel price across the world. Despite this volatility, markets enjoyed some of their best days since July 2021. October also saw the Bank of England warning that the global rise in inflation could slow the UK's economic recovery.

Markets rallied for most of November despite inflation remaining high and the economic recovery slowing down, but still in expansion. However, this market trend was short-lived as towards the end of the month, Omicron, a new variant of the coronavirus spooked markets across the world.

The Omicron variant caused markets to experience a period of volatility, which lasted well into December. Despite this, most global equity markets ended 2021 with solid gains. The UK's inflation rate surged prompting the Bank of England to raise interest rates and the Fed decided to accelerate the tapering of its bond-buying programme sooner than expected.

Markets reversed in 2022 due to concerns that the Fed would increase interest rates more aggressively to control inflation in 2022 and investors began to worry that such an aggressive interest rate hike cycle could choke global growth.

On 24 February 2022, Russia initiated an invasion of Ukraine. A wholesale Russian invasion of Ukraine takes us back to a world we thought we had left behind decades ago. From a social and political perspective, the impact will be huge. From an investment perspective, sentiment was rocked causing an increase in volatility that has persisted for much of this year. The resulting rise in energy prices, has proved to become yet another headwind for economic growth around the world.

Ahead of the invasion, Omnis had become concerned about the prospect of sanctions and capital controls on Russia, which could limit our investment managers' ability to sell holdings in the region if necessary. We had exposure to a small number of Russian and Ukrainian holdings in our funds. As such, Omnis Investments Limited, as Authorised Corporate Director (ACD) of its funds, reviewed this exposure to Russia and Ukraine and decided to take action to ensure investors were not exposed to the risk of sanctions or capital controls. Omnis instructed its investment managers to sell their Russian and Ukrainian holdings immediately, and all holdings were sold before military activity picked up and before any sanctions were imposed. As such, within the funds in the Omnis Portfolio Investments ICVC, there is no direct exposure to Russia or Ukraine and an embargo into investing in the region will remain in place until further notice.

Authorised Corporate Director's ("ACD") Report (continued)

Stock markets were volatile in March, as oil and gas prices continued to soar with Brent crude at one point reaching \$139 a barrel. The International Monetary Fund (IMF) and World Bank warned that increasing commodity prices are likely to fuel inflation for some time. Concerns that the world economy could suffer a period of stagflation - surging consumer prices combined with weak economic growth – also became more prevalent.

April brought further economic effects from the war in Ukraine, as rising inflation prompted the IMF to cut its forecast for global economic growth for the rest of 2022 and 2023. US and European stock markets fluctuated during the month as investor concerns once again revolved around central banks and their measures to tame rising inflation by increasing interest rates.

Markets continued to be unsettled in May amid fears of an economic downturn and potential recessions. There was a continuation of energy and food supply issues caused in part by the war in Ukraine and supply chain disruption in China, which was and is still mired in zero-Covid policies. Recession fears also affected financial markets, with rising inflation and supply chain problems driving up the cost of living and putting pressure on company profits. In May, the Fed raised its benchmark interest rate by 0.5% for the first time since 2000 and revealed plans to shrink its \$9 trillion balance sheet in an effort to tackle high inflation.

At its June meeting, the Fed announced the largest hike in interest rates since 1994, raising the rate by 0.75% to 1.5%. Stock markets in the run-up to the Fed's decision fell in June, as concerns mounted over the likely rise in rates in a more aggressive move to tackle surging inflation.

In July, markets however rallied as investors looked to balance their assessment of the risk of a global slowdown with the prospect that central banks might scale back their plans for interest rate rises. A strong US employment report for June and strong consumer spending eased recession fears slightly. But, US inflation figures for June came in higher than expected at 9.1%, putting a further focus on the Fed, which raised interest rates by a further 0.75%, the second such hike in as many months. There was some positive news in the UK, as figures showed economic growth of 0.5% for the economy in May after two consecutive months of contraction. The news followed a Bank of England financial stability report stating that global economic conditions had worsened due to rising inflation. The inflation rate in the Euro area rose to 8.6% in June, prompting the European Central Bank to raise interest rates for the first time since 2011, taking it from a negative rate of -0.5% to zero. The European Commission also cut its growth expectations and increased its inflation forecast for the region.

The market rally continued into August, with investors contemplating the next moves from major central banks in their efforts to tame inflation, but at the same time spare their economies severe knock-on effects. Investors reacted positively to a strong jobs report from the US. The news also strengthened speculation that the Fed could slow the pace of interest rate rises. However, markets dipped towards the end of August in the wake of central bankers warning investors to prepare for a more sustained period of rate rises. The Bank of England raised interest rates in August by 0.5%, taking the rate to 1.75%. It had been the biggest rate rise in 27 years, and the Bank said it hoped these rate rises would help combat rising inflation, which it believed would remain at double digits for the remainder of the year. Britain's GDP contracted in the second quarter by 0.1%.

September started with a jolt for gas prices in Europe, which rose by over a third in the wholesale markets after Russia abruptly announced it would be suspending supplies through the Nord Stream 1 pipeline. The World Bank issued a warning during the month that a global recession may be getting closer as central banks continue to fight rising inflation by raising interest rates. Liz Truss became the new Prime Minister of the UK and announced a relief package of £150 billion in an effort to help UK households deal with the rising energy costs coming this winter. Chancellor of the Exchequer Kwasi Kwarteng announced an emergency fiscal statement that focused on boosting the

Authorised Corporate Director's ("ACD") Report (continued)

UK's economy. In response, the pound plunged to its weakest level against the dollar for decades due to the uncertainty surrounding the UK's economic outlook following the government's new fiscal plans. In an unusual step, The Bank of England stepped in to announce that it would start buying long-dated government bonds to calm markets and protect pension funds. The pound did however recover within a week of the fiscal statement, even before the Chancellor U-turned on one of the tax cuts announced.

What has perhaps characterised this year was the lack of diversification that bonds have provided in this equity market sell-off. During the period, global equities (as defined by MSCI All Countries World Index) fell 17.7% and UK gilts (as defined by ICE BofA UK Gilt Index) had fallen 26.0% . In the past 69 years, there have only been 9 calendar years where stocks and bonds had fallen simultaneously. Higher and more persistent inflation, because of the war in Ukraine, has led to central banks having to raise interest rates. Expectations for higher interest rates has led to bond yields rising (and bond prices to fall). This unusual environment in which central banks are raising interest rates into an already slowing economic environment has made equity market investors concerned about the additional economic damage that these higher rates may cause.

Outlook

It has become clear that global growth has peaked and whilst inflation remains elevated, we believe that we are at or approaching peak inflation levels, which will take the pressure of central banks to continue raising interest rates aggressively. We believe interest rates will continue rising but the pace of rate hikes will begin to slow down from here. Any dispersion in approaches between global central banks will continue to have an impact on currencies. The market is expecting interest rates in the US to peak above those in the UK for example, which has led to USD strength this year.

The political landscape will also continue to influence markets. Political instability in the UK had caused market turmoil towards the end of the reporting period and the subsequent appointment of Rishi Sunak as Prime Minister (after the review period had ended) and his approach to fiscal discipline appears to have calmed markets down, though it is yet unknown what the impact of his fiscal policies will have on an already slowing economy. In the US, midterm elections will be in focus, and in China, the government's strict Zero-covid policies will come under pressure, as the country's economic growth continues to falter.

We have experienced significant market volatility this year and we expect volatility to continue over the short term. Despite the poor performance from government bonds this year, we believe that at current yields we can expect bonds to deliver protection for diversified portfolios as we navigate a global recession over the next 12 to 24 months.

Of course, whilst we are likely to experience more challenging periods in the short term, it is important to separate out the economic environment from investment opportunities. Our funds are actively managed by our specialist investment managers who continue to search for investment opportunities regardless of the more challenging economic environment. As we look further ahead, whilst we have become more cautious on the global outlook, our managers continue to find interesting investment opportunities.

October 2022

Robert Jeffree

Chief Investment Officer
Omnis Investments Limited

Authorised Corporate Director's ("ACD") Report (continued)

This review should be read in conjunction with the individual Omnis Fund commentaries from the Investment Managers of the Funds below.

Additional Disclosures/Comments

In light of the continued market and operational disruption caused by the ongoing conflict between Russia and the Ukraine and also the persistent concerns surrounding the tenacity of Covid and its ever-evolving variants, the Board is required to consider and confirm the going concern status of the Omnis Managed Investments ICVC ("the Funds") in order that the accounts can be prepared on a going concern basis and approved (and audited) as such.

In order to aid consideration of the status of the Funds, this short note sets out salient facts supporting the analysis.

War in the Ukraine

The Directors recognise that the ongoing conflict between Russia and the Ukraine, which began in February of 2022, continues to influence a challenging and uncertain economic and market environment globally. This uncertainty is expected to remain for the foreseeable future due to volatile market conditions/inflation rates and the rising energy costs being experienced worldwide presently.

Omnis Investments, as Authorised Corporate Director (ACD) of its funds, reviewed the exposure to Russia and Ukraine and decided to take action to ensure investors were not exposed to the risk of sanctions or capital controls. Omnis instructed its investment managers to sell their Russian and Ukrainian holdings immediately. This embargo will remain in place for the foreseeable future.

Covid-19

Markets continue to be unsettled amid fears of a resurgence of Covid and possible new variants. Supply chain disruption in China, which is still mired in zero-Covid policies, has also affected financial markets driving up inflation and the cost of living and the ripple effect far reaching globally.

This environment will continue to significantly impact asset values and market volatility. Investors should expect that, despite the actions and economic support of governments, there will be a material and potentially long-term impact on the balance sheets and earnings of many of the companies in which the Omnis Funds invest. This, together with the continuing potential for further direction or intervention from governments on corporate distributions, is expected to result in a reduced level of dividend income payments compared to those in the years before the economic downturn. In turn, this will impact the level of income distributions made by any of the Omnis Funds.

The ACD is continuing to liaise closely with its investment management partners in relation to changes in the economic environment and market conditions.

**Certification of Financial Statements by Directors of the Authorised
Corporate Director**
For the year ended 30 September 2022

Director's Certification

This report has been prepared in accordance with the requirements of COLL, as issued and amended by the FCA. We hereby certify the report on behalf of the Directors of Omnis Investments Limited.

The Directors are of the opinion that it is appropriate to continue to adopt the going concern basis in the preparation of the financial statements as the assets of the Funds consist predominately of securities that are readily realisable and, accordingly, the Funds have adequate resources to continue in operational existence for the foreseeable future.

Richard Houghton

Robert Jeffree

Director, For and on Behalf of Omnis Investments Limited

31 January 2023

Statement of the ACD's Responsibilities

For the year ended 30 September 2022

The Authorised Corporate Director ("ACD") of Omnis Managed Investments ICVC ("Company") is responsible for preparing the Annual Report and the Financial Statements in accordance with the Open-Ended Investment Companies Regulations 2001 ("the OEIC Regulations") as amended, the FCA's Collective Investment Schemes Sourcebook ("COLL") and the Company's Instrument of Incorporation.

The OEIC Regulations and COLL require the ACD to prepare Financial Statements for each annual accounting period which:

- are in accordance with United Kingdom Generally Accepted Accounting Practice ("United Kingdom Accounting Standards and applicable law") including Financial Reporting Standards 102 ("FRS 102") applicable in the UK and Republic of Ireland and the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association (formerly Investment Management Association) ("IMA SORP") in May 2014 and as amended in June 2017; and
- give a true and fair view of the financial position of the funds as at the end of that period and the net revenue and the net capital gains or losses on the property of the funds for that period.

In preparing the Financial Statements, the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the IMA SORP have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

The ACD is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Financial Statements comply with the applicable IMA SORP and United Kingdom Accounting Standards and applicable law. The ACD is also responsible for the system of internal controls, for safeguarding the assets of the Company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In accordance with COLL 4.5.8BR, the Annual Report and the audited Financial Statements were approved by the board of directors of the ACD of the Company and authorised for issue on 27th January 2023.

Omnis Investments Limited

31 January 2023

Statement of the Depositary's Responsibilities in respect of the Scheme and Report of the Depositary to the Shareholders of the Omnis Managed Investments ICVC

For the year ended 30 September 2022

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

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

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

The Depositary must ensure that:

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

The Depositary also has a duty to take reasonable care to ensure that 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.

State Street Trustees Limited

Depositary

London

31 January 2023

**Independent Auditor's Report to the Shareholders of the
Omnis Managed Investments ICVC
For the year ended 30 September 2022**

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of Omnis Managed Investments ICVC (the 'Company'):

- give a true and fair view of the financial position of the Company as at 30 September 2022 and of the net revenue and expense and the net capital gains and losses on the property of the Company for the year ended 30 September 2022; 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 related 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, 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.

**Independent Auditor's Report to Shareholders of the
Omnis Managed Investments ICVC (continued)**
For the year ended 30 September 2022

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

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 Statement of Depositary's Responsibilities and the Statement of ACD's Responsibilities, the Depositary is responsible for the safeguarding 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 have 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. 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.

**Independent Auditor's Report to Shareholders of the
Omnis Managed Investments ICVC (continued)**
For the year ended 30 September 2022

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 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 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:

- obtained understanding of the relevant controls at the administrator over the valuation and existence of investments;
- 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
- reading minutes of meetings of those charged with governance and reviewing correspondence with HMRC and the FCA.

**Independent Auditor's Report to Shareholders of the
Omnis Managed Investments ICVC (continued)**
For the year ended 30 September 2022

Report on other legal and regulatory requirements

**Opinion on other matters prescribed by the Collective Investment Schemes
Sourcebook**

In our opinion:

- proper accounting records for the Company and the funds 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 given in the ACD's report for the year ended 30 September 2022 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
31 January 2023

Accounting Policies and Financial Instruments

For the year ended 30 September 2022

1. Accounting Basis and Policies

(a) Basis of accounting

The Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with Financial Reporting Standard 102 ("FRS 102") and in accordance with the Statement of Recommended Practice ("SORP") for Financial Statements of UK Authorised Funds issued by the Investment Management Association (now known as the Investment Association) in May 2014 and as amended in June 2017.

As described in the Certification of Financial Statements by Directors of the ACD on page 9, the ACD continues to adopt the going concern basis in the preparation of the Financial Statements of the Funds.

(b) Recognition of revenue

Dividends on quoted equities and preference shares are recognised when the securities are quoted ex-dividend and are recognised net of attributable tax credits.

Rebates of annual management charges ("AMC") on underlying investments are accounted for on an accruals basis and recognised as revenue or capital in line with the treatment of the charge on the underlying Fund.

Revenue from debt securities is accounted for on an effective yield basis. Accrued interest on purchase and sale contracts is recognised as revenue and transferred to revenue or capital as appropriate.

Distributions from Collective Investment Schemes are recognised when the schemes are quoted ex-distribution. Equalisation returned with the distribution is deducted from the cost of the investment and does not form part of the distributable revenue.

Interest on bank and other cash deposits is recognised on an accruals basis.

All revenue includes withholding taxes but excludes irrecoverable tax credits.

Any reported revenue from an offshore fund, in excess of any distribution received in the reporting period, is recognised as revenue no later than the date on which the reporting fund makes this information available.

Returns on derivative transactions have been treated as either revenue or capital depending on the motives and circumstances on acquisition.

Reportable income is recorded on a receipt basis.

(c) Treatment of stock and special dividends

The ordinary element of stock dividends received in lieu of cash dividends is credited to capital in the first instance followed by a transfer to revenue of the cash equivalent being offered and this forms part of the distributable revenue.

Special dividends are reviewed on a case by case basis in determining whether the dividend is to be treated as revenue or capital. Amounts recognised as revenue will form part of the distributable revenue. The tax treatment follows the treatment of the principal amount.

Accounting Policies and Financial Instruments (continued)

For the year ended 30 September 2022

1. Accounting Basis and Policies (continued)

(d) Treatment of expenses

Expenses of the Funds are charged against revenue except for costs associated with the purchase and sale of investments which are allocated to the capital of the Funds with the exception of Omnis Multi-Manager Distribution Fund and Omnis Multi-Asset Income Fund which charge all expenses to capital.

Rebates on the fees payable to the ACD are accounted for on an accruals basis and recognised as revenue or capital in line with the treatment of the ACD fee on each fund. Rebates on the fees payable to the ACD are netted off against the expense to which they relate.

(e) Allocation of revenue and expenses to multiple share classes and funds

Any revenue or expenses not directly attributable to a particular share class or fund will normally be allocated pro-rata to the net assets of the relevant share classes and funds.

(f) Taxation

Tax is provided for using tax rates and laws which have been enacted or substantively enacted at the balance sheet date.

Corporation tax is provided for on the income liable to corporation tax less deductible expenses.

Corporation tax is provided for on realised gains on non-reporting offshore funds less deductible expenses. Deferred tax is provided for on unrealised gains on non-reporting offshore funds less deductible expenses.

Where tax has been deducted from revenue that tax can, in some instances, be set off against the corporation tax payable, by way of double tax relief.

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

Overseas capital gains tax is recognised when paid and no provision is made for this.

(g) Distribution policy

The net revenue after taxation, as disclosed in the Financial Statements, after adjustment for items of a capital nature, is distributable to shareholders as dividend or interest distributions. Any revenue deficit is deducted from capital at year-end.

In addition, portfolio transaction charges will be charged wholly to the capital of all Funds. Accordingly, the imposition of such charges may constrain the capital growth of every Fund.

The ACD has elected to pay all revenue less expenses charged to revenue and taxation as a final distribution at the end of the annual accounting period.

Interim distributions may be made at the ACD's discretion and in line with the Prospectus.

Accounting Policies and Financial Instruments (continued)

For the year ended 30 September 2022

1. Accounting Basis and Policies (continued)

(h) Basis of valuation of investments

Listed investments are valued at close of business prices excluding any accrued interest in the case of fixed interest securities, on the last business day of the accounting period.

Market value is defined by the SORP as fair value which is the bid value of each security.

Collective Investment Schemes are valued at quoted bid prices for dual priced funds and at single prices for single priced funds, on the last business day of the accounting period.

Unlisted or suspended investments are valued by the Investment Manager and approved by the ACD, taking into account, where appropriate, latest dealing prices, valuations from reliable sources, financial performance and other relevant factors.

The fair value of derivative instruments is marked to market value. The forward currency contracts are valued at the prevailing forward exchange rates.

(i) Exchange rates

Transactions in foreign currencies are recorded in sterling at the rates ruling at the dates of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the closing mid-market exchange rates ruling on that date.

(j) Dilution adjustment

The ACD may require a dilution adjustment on the sale and redemption of shares if, in its opinion, the existing shareholders (for sales) or remaining shareholders (for redemptions) might otherwise be adversely affected. In particular, the dilution adjustment may be charged in the following circumstances: where the scheme property is in continual decline; on a Fund experiencing large levels of net sales relative to its size; on 'large deals'; in any case where the ACD is of the opinion that the interests of remaining shareholders require the imposition of a dilution adjustment.

(k) Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares.

After averaging it is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

(l) Derivatives

Some of the Funds may enter into permitted transactions such as derivative contracts or forward foreign currency transactions. Where these transactions are used to protect or enhance revenue, the revenue and expenses are included within net revenue in the Statement of Total Return.

Where the transactions are used to protect or enhance capital, the gains/losses are treated as capital and included within gains/losses on investments in the Statement of Total Return. Any open positions in these types of transactions at the period end are included in the Balance Sheet at their mark to market value.

Accounting Policies and Financial Instruments (continued)**For the year ended 30 September 2022****2. Derivatives and other financial instruments**

In pursuing the investment objectives a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for hedging purposes.

The ACD maintains a detailed Risk Management Policy for identifying, measuring and documenting mitigation activities for those risks to which the Funds may be exposed.

Certain Funds are measured using the Value at Risk Methodology and the remainder using the Commitment Methodology.

Fund	Risk Measurement	Utilisation of the VaR Limit		
	Method Used	Lowest	Highest	Average
Omnis Managed Adventurous Fund	Commitment	N/A	N/A	N/A
Omnis Managed Balanced Fund	Commitment	N/A	N/A	N/A
Omnis Managed Cautious Fund	Commitment	N/A	N/A	N/A
Omnis Multi-Asset Income Fund	Value at Risk	6.02%	11.97%	8.84%
Omnis Multi-Manager Adventurous Fund	Commitment	N/A	N/A	N/A
Omnis Multi-Manager Balanced Fund	Commitment	N/A	N/A	N/A
Omnis Multi-Manager Cautious Fund	Commitment	N/A	N/A	N/A
Omnis Multi-Manager Distribution Fund	Commitment	N/A	N/A	N/A

None of the Funds using the commitment method employ significant leverage.

The Value at Risk Methodology is Absolute VaR which is the maximum expected loss for the Portfolio over a 20-day holding period, one month, at a confidence level of 99%. VaR is calculated using a factor exposure model, based on two years' historic price data.

(a) Foreign currency risk

The revenue and capital value of the assets of the Funds can be significantly affected by currency translation movements.

The ACD has identified three principal areas where foreign currency risk could impact the Funds:

- Movements in rates affect the value of investments;
- Movements in rates affect the short-term timing differences; and
- Movements in rates affect the revenue received.

There is the risk that the value of such assets and/or the value of any distributions from such assets may decrease if the underlying currency in which assets are traded falls relative to the base currency in which Shares of the relevant Fund are valued and priced. The Funds of the Company are not required to hedge their foreign currency risk, although they may do so through foreign currency exchange contracts, forward contracts, currency options and other methods. To the extent that the Funds of the Company do not hedge their foreign currency risk or such hedging is incomplete or unsuccessful, the value of the Funds of the Company's assets and revenue could be adversely affected by currency exchange rate movements. There may also be circumstances in which a hedging transaction may reduce currency gains that would otherwise arise in the valuation of the Funds of the Company in circumstances where no such hedging transactions are undertaken.

Accounting Policies and Financial Instruments (continued)

For the year ended 30 September 2022

2. Derivatives and other financial instruments (continued)

(b) Interest rate risk profile of financial assets and liabilities

The interest rate risk is the risk that the value of the Funds of the Company's investments will fluctuate due to changes in the interest rate. Cashflows from floating rate securities, bank balances, or bank overdrafts will be affected by the changes in interest rates. As the Funds of the Company's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed. The details of each Funds' interest rate risk profile is shown in notes 13, 14 or 15 of the individual fund notes.

The Funds of the Company did not have any long-term financial liabilities at the balance sheet date.

The Omnis Multi-Asset Income Fund invests primarily in interest-bearing securities, although other Funds may also invest in these types of securities to a lesser degree.

(c) Credit risk

The Funds may invest in interest-bearing securities. If any individual company fails to perform well, then the credit rating of that company may fall and the bonds would fall in price as a result of the perceived increased credit risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit credit risk. The ACD closely monitors the ratings of the bonds within the portfolio.

(d) Liquidity risk

The primary source of liquidity risk is the liability to shareholders for any cancellation of shares. The assets of the Funds comprise, in the main, of readily realisable securities, but, subject to the Regulations, the Funds of the Company may invest up to and including 10% of the Scheme Property of the Funds of the Company in transferable securities which are not approved securities (essentially transferable securities which are admitted to official listing in an EEA state or traded on or under the rules of an eligible securities market). Such securities and instruments are generally not publicly traded, may be unregistered for securities law purposes and may only be able to be resold in privately negotiated transactions with a limited number of purchasers. The difficulties and delays associated with such transactions could result in the Funds of the Company's inability to realise a favourable price upon disposal of such securities, and at times might make disposition of such securities and instruments impossible. To the extent that Funds of the Company invest in such securities and instruments the terms of which are privately negotiated, the terms of these may contain restrictions regarding resale and transfer.

In addition, certain listed securities and instruments, particularly securities and instruments of smaller capitalised or less seasoned issuers, may from time to time lack an active secondary market and may be subject to more abrupt or erratic price movements than securities of larger, more established companies or stock market averages in general. In the absence of an active secondary market the Funds of the Company's ability to purchase or sell such securities at a fair price may be delayed.

(e) Market price risk

The Funds of the Company invest primarily in equities, bonds, units in Collective Investment Schemes and derivatives. The values of these investments are not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity

Accounting Policies and Financial Instruments (continued)

For the year ended 30 September 2022

2. Derivatives and other financial instruments (continued)

(e) Market price risk (continued)

or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Manager seeks to minimise these risks by holding a diversified portfolio in line with the objectives of each Fund. In addition, the management of the Funds of the Company complies with the FCA's COLL sourcebook, which includes rules prohibiting a holding greater than 20% of assets in any one Fund.

If the market prices had increased or decreased by 10% as at the balance sheet date, the net asset values of the Funds would have changed by the following amounts. These calculations are applied to non-derivative securities only.

Fund Name	Increase £'000	Decrease £'000
Omnis Managed Adventurous Fund	9,788	9,788
Omnis Managed Balanced Fund	35,359	35,359
Omnis Managed Cautious Fund	10,173	10,173
Omnis Multi-Asset Income Fund	38,856	38,856
Omnis Multi-Manager Adventurous Fund	1,682	1,682
Omnis Multi-Manager Balanced Fund	5,811	5,811
Omnis Multi-Manager Cautious Fund	3,527	3,527
Omnis Multi-Manager Distribution Fund	1,522	1,522

(f) Counterparty risk

Transactions in securities entered into by the Funds of the Company give rise to exposure to the risk that the counterparties may not be able to fulfil their responsibility by completing their side of the transaction. The Investment Managers minimise this risk by conducting trades through only the most reputable counterparties.

The ACD monitors the Funds' exposure to individual counterparties and applies limits which may not be exceeded.

(g) Default risk

The Omnis Multi-Asset Income Fund invests in bonds that are at risk of default at any given time. The risk of default is mitigated by the regular monitoring of bonds internally and externally through ratings agencies. The Investment Manager seeks to minimise these risks by holding a diversified portfolio in line with the objectives of each Fund.

(h) Derivatives and forward transactions

All of the Funds may use derivatives for the purposes of efficient portfolio management and, where disclosed below, certain Funds of the company utilise derivative instruments for investment purposes.

Multi-Asset Income Fund

Forward Foreign Exchange – for the purpose of hedging against the potential negative effect of currency movements on the portfolio.

Future contracts – for the purpose of managing market price risk

Accounting Policies and Financial Instruments (continued)
For the year ended 30 September 2022

2. Derivatives and other financial instruments (continued)

(i) 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.

(j) Significant judgements and sources of estimation uncertainty

There is no significant judgements or sources of estimation uncertainty.

(k) Leverage

Leverage is defined as any method by which a Fund increases its exposure through borrowing or the use of derivatives. The leverage employed for each Fund is disclosed in the Notes to the Financial Statements and is calculated as the sum of the net asset value and the incremental exposure generated through the use of derivatives (calculated in accordance with the commitment approach (CESR/10-788)) divided by the net asset value.

Investment Manager's Report

For the year ended 30 September 2022

Investment Objective

The Fund aims to achieve a return, over a five-year rolling period and after all fees and expenses, consisting primarily of capital growth (and potentially a low level of income) which exceeds that of a benchmark comprised of the FTSE All Share TR Index (40%), Russell 1000 TR Index (15%), MSCI Daily (ex UK) EAFE TR Index (25%), MSCI Daily Net EM TR Index (15%) and ICE BoAML Sterling Broad Market TR Index (5%).

Investment Policy

It is expected that exposure to equities will typically make at least 70% of the Fund's assets. However, investments will not be confined to any particular sector.

At least 70% of exposure will be achieved through investment in collective investment schemes (including exchange traded funds and other schemes managed and operated by the ACD or its associates). The Fund may also invest in transferable securities, money market instruments, warrants, cash, near cash and deposits as detailed in the Prospectus.

Derivatives may also be used for the purposes of hedging and efficient portfolio management.

Benchmark

The performance of the Fund will be measured against a composite benchmark which is rebalanced monthly for target return purposes based on the FTSE All Share TR Index (40%), Russell 1000 TR Index (15%), MSCI Daily (ex UK) EAFE TR Index (25%), MSCI Daily Net EM TR Index (15%) and ICE BoAML Sterling Broad Market TR Index (5%).

These benchmarks were chosen as they were considered a fair representation of the assets in which the fund will invest, in line with its investment objectives and policy.

Portfolio Review

Over the period the fund returned -16.79% [source: Return after operating charges on Accumulation class as per Comparative Table] and the benchmark returned -7.53% [source: Financial Express, bid to bid, net income reinvested].

Global markets had a turbulent 12 months. Initially, optimism prevailed and corporate profits rebounded as the global economy recovered from the pandemic. Covid-19, Omicron variant, threatened to derail the comeback, though it quickly became clear that the contagious new variant was relatively mild and less vaccine-resistant than initially feared. Booming consumer demand and supply chain problems drove inflation higher and caused central banks to withdraw the financial help that had boosted flagging economies during Covid.

Inflation accelerated after Russia invaded Ukraine in late February, which caused commodity prices to spike, energy bills to soar and prompted central bankers in several major markets to raise interest rates sharply. Consumer sentiment deteriorated and investors were left to mull the possibility of a global recession. China's zero-Covid policy hit domestic demand and exacerbated disruption in global manufacturing and supply chains, while economic data in the US and Europe suggested that economic growth was slowing.

In terms of activity, we initially trimmed the US equity allocation following the market's strong performance in 2021. Although the country is home to many long-term secular growth opportunities that do not exist in other regions, we felt that higher interest rates are likely to pressure the elevated valuations in the US market's sizeable growth-oriented sectors in the short term. Later in the period, we reduced our equities exposure more broadly, given the more uncertain economic backdrop. In September, our Asset Allocation Strategy Group (AASG) downgraded equities from 'in favour to

Investment Manager's Report (continued)
For the year ended 30 September 2022

neutral; we are more cautious about the outlook for the asset class in the near term due to growth and monetary policy headwinds.

We lowered the holdings in UK and Europe ex-UK equities, thereby moving from a modest overweight in the latter at the start of the period to a modest underweight. Expectations for corporate earnings seem unrealistic and we believe that Europe is at risk of a more severe recession than other regions owing to its structural dependence on Russian energy imports. In the UK, there are uncertainties about the country's fiscal position and the potential impact of more aggressive interest-rate hikes on growth.

On the flip side, we increased exposure to emerging market (EM) equities, although relative market movements in the period meant that the portfolio's weighting dropped modestly. We are encouraged by signs that domestic demand has continued to recover after the pandemic. Furthermore, high energy and commodity prices are likely to prove beneficial for many major resource-dependent EM economies.

Elsewhere, we continue to favour Japanese equities (even though we trimmed our position here as a result of the aforementioned reduction in the overall equities exposure). Earnings growth prospects for Japanese corporates still appear attractive and valuations are favourable. Additionally, the direct economic impact of Russia's invasion is minimal for Japan, as Russian imports are in the low single digits as a percentage of total Japanese imports. Therefore, the Japanese economy is less likely to be impacted by cost inflation from the spike in oil and other commodity prices relative to economies in Europe, where energy policy is more dependent on Russia. Over the longer term, we believe a variety of structural reforms – ranging from labour to corporate governance – is likely to transform corporate Japan in the next decade, supporting a step change in profitability and returns on capital in particular.

Investment Manager

Threadneedle Asset Management Limited
October 2022

Material Portfolio Changes

For the year ended 30 September 2022

Purchases		Sales	
Portfolio Name	Cost £'000	Portfolio Name	Proceeds £'000
Threadneedle UK X Accumulation	22,053	Threadneedle UK	26,668
Threadneedle Global Emerging Markets Equity	18,187	Threadneedle Global Emerging Markets Equity	18,872
Threadneedle UK Institutional	17,591	Threadneedle UK Select	12,011
Threadneedle Japan	9,243	Threadneedle Japan	10,380
Threadneedle UK Equities (Lux)	7,587	Threadneedle American Select	8,847
Threadneedle European Select	6,905	Threadneedle European Select	7,685
Threadneedle American Select	6,868	Threadneedle UK X Accumulation	7,452
Threadneedle American	6,545	Threadneedle American	6,843
Threadneedle European	6,249	Threadneedle UK Extended Alpha X Accumulation	6,590
Threadneedle UK Extended Alpha	6,096	Threadneedle UK Extended Alpha	5,655

Comparative Table
As at 30 September 2022

	30/09/22 (p)	B Income 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	190.00	158.10	157.10
Return before operating charges*	(30.30)	35.24	4.50
Operating charges	(1.52)	(1.57)	(1.37)
Return after operating charges	(31.82)	33.67	3.13
Distributions	(1.56)	(1.77)	(2.13)
Closing net asset value per share	156.62	190.00	158.10
*after direct transaction cost of:	0.00	0.00	0.00
Performance			
Return after operating charges	(16.75%)	21.30%	1.99%
Other information			
Closing net asset value (£'000)	12,007	13,573	9,267
Closing number of shares	7,666,627	7,143,546	5,861,348
Operating charges	0.86%	0.86%	0.89%
Direct transaction costs	0.00%	0.00%	0.00%
Prices (p)**			
Highest share price	196.89	197.33	169.50
Lowest share price	159.21	153.53	121.40

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Comparative Table (continued)
As at 30 September 2022

	30/09/22 (p)	B Accumulation 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	414.55	341.68	334.58
Return before operating charges*	(66.27)	76.27	10.04
Operating charges	(3.33)	(3.40)	(2.94)
Return after operating charges	(69.60)	72.87	7.10
Distributions	(3.41)	(3.83)	(4.54)
Retained distributions on accumulation shares	3.41	3.83	4.54
Closing net asset value per share	344.95	414.55	341.68
*after direct transaction cost of:	0.00	0.00	0.00
Performance			
Return after operating charges	(16.79%)	21.33%	2.12%
Other information			
Closing net asset value (£'000)	88,410	114,126	76,214
Closing number of shares	25,629,588	27,530,000	22,305,492
Operating charges	0.86%	0.86%	0.89%
Direct transaction costs	0.00%	0.00%	0.00%
Prices (p)**			
Highest share price	429.57	428.20	360.98
Lowest share price	348.60	331.81	258.54

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Performance Information

As at 30 September 2022

Operating Charges

Date	AMC (%)	Other expenses (%)	Synthetic expense ratio (%)	Rebates from underlying funds (%)	Transaction costs (%)	Total operating charge (%)
30/09/22						
Share Class B Income	0.75	0.03	0.12	(0.05)	0.01	0.86
Share Class B Accumulation	0.75	0.03	0.12	(0.05)	0.01	0.86
30/09/21						
Share Class B Income	0.75	0.03	1.03	(0.96)	0.01	0.86
Share Class B Accumulation	0.75	0.03	1.03	(0.96)	0.01	0.86

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the OCF shall take account of the ongoing charges incurred in the underlying CIUs and disclose as a synthetic expense ratio.

Risk and Reward Profile

As at 30 September 2022

	<div> <div>Typically lower rewards</div> <div>Typically higher rewards</div> </div> <div> <div>Lower risks</div> <div>Higher risks</div> </div>						
Share Class B	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The risk and reward indicator table demonstrates where a Fund ranks in terms of its potential risk and return. The higher the rank the greater the potential reward but the greater the risk of losing money. The lowest category does not mean 'risk free'.
- The Fund appears as a "6" on the scale. This is because the Fund invests in the shares of companies whose values tend to vary more widely than other asset classes.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement

As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Collective Investment Schemes 97.47% (98.72%)			
939,140	Threadneedle American	5,943	5.92
340,914	Threadneedle American Extended Alpha	534	0.53
2,137,798	Threadneedle American Select	5,736	5.71
184,627	Threadneedle American Smaller Companies	981	0.98
2,117,021	Threadneedle Asia	4,072	4.05
3,103,633	Threadneedle European	5,217	5.19
3,593,379	Threadneedle European Select	6,094	6.07
655,883	Threadneedle European Smaller Companies	671	0.67
159,247	Threadneedle Global Emerging Market Equities (Lux)	1,115	1.11
11,978,956	Threadneedle Global Emerging Markets Equity	13,558	13.50
456,246	Threadneedle Global Extended Alpha	1,023	1.02
564,879	Threadneedle Global Select	1,369	1.36
22,159	Threadneedle Global Smaller Companies (Lux)	733	0.73
4,022,373	Threadneedle Japan	7,239	7.21
1,032,890	Threadneedle Pan European Focus	1,779	1.77
601,797	Threadneedle Sterling Bond	528	0.53
611,617	Threadneedle Sterling Corporate Bond	640	0.64
187,979	Threadneedle UK Equities (Lux)	6,833	6.80
3,353,051	Threadneedle UK Equity Alpha Income	3,597	3.58
209,851	Threadneedle UK Extended Alpha	479	0.48
12,674,094	Threadneedle UK Institutional	13,274	13.22
400,190	Threadneedle UK Mid 250	410	0.41
2,299,700	Threadneedle UK Smaller Companies	2,227	2.22
11,511,192	Threadneedle UK X Accumulation	13,827	13.77
		97,879	97.47
	Portfolio of investments	97,879	97.47
	Net other assets	2,538	2.53
	Net assets	100,417	100.00

The investments have been valued in accordance with note 1(h) of the Accounting Policies and Financial Instruments.

All investments are Collective Investment Schemes unless otherwise stated.

Comparative figures shown above in brackets relate to 30 September 2021.

Gross purchases for the year: £152,944,000 [2021: £43,638,000].

Total sales net of transaction costs for the year: £159,810,000 [2021: £21,518,000].

Statement of Total Return

For the year ended 30 September 2022

	Note	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
		£'000	£'000	£'000	£'000
Income:					
Net capital (losses)/gains	2		(22,406)		18,626
Revenue	3	1,966		2,029	
Expenses	4	(937)		(875)	
Net revenue before taxation		1,029		1,154	
Taxation	6	—		(48)	
Net revenue after taxation			1,029		1,106
Total return before distributions			(21,377)		19,732
Distributions	7		(1,035)		(1,113)
Change in net assets attributable to Shareholders from investment activities			(22,412)		18,619

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 30 September 2022

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		127,699		85,481
Amounts receivable on issue of Shares	29,318		37,034	
Amounts payable on cancellation of Shares	(35,100)		(14,457)	
		(5,782)		22,577
Change in net assets attributable to Shareholders from investment activities (see above)		(22,412)		18,619
Retained distributions on accumulation Shares		912		1,022
Closing net assets attributable to Shareholders		100,417		127,699

Balance Sheet

As at 30 September 2022

	Note	30/09/22		30/09/21	
		£'000	£'000	£'000	£'000
Assets:					
Fixed assets:					
Investments			97,879		126,064
Current assets:					
Debtors	8	1,338		1,543	
Cash and bank balances	9	2,750		1,057	
Total current assets			4,088		2,600
Total assets			101,967		128,664
Liabilities:					
Creditors:					
Distribution payable		(71)		(74)	
Other creditors	10	(1,479)		(891)	
Total creditors			(1,550)		(965)
Total liabilities			(1,550)		(965)
Net assets attributable to Shareholders			100,417		127,699

Notes to the Financial Statements

For the year ended 30 September 2022

1. Accounting basis and policies

The Fund's financial statements have been prepared on the basis detailed on pages 16 to 18.

2. Net capital (losses)/gains

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
The net capital (losses)/gains during the year comprise:		
Currency losses	(3)	—
Non-derivative securities	(22,425)	18,602
Rebates received from underlying funds	29	33
Transaction charges	(7)	(9)
Net capital (losses)/gains	(22,406)	18,626

3. Revenue

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Bank interest	1	—
Franked dividends from Collective Investment Schemes	1,289	947
Interest income from Collective Investment Schemes	42	46
Rebates received from underlying funds	634	1,036
Total revenue	1,966	2,029

4. Expenses

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees	893	833
	893	833
Payable to the Depositary, associates of the Depositary and agents of either of them		
Depositary fees	18	20
Safe custody fees	6	5
	24	25
Other expenses		
Audit fees	9	10
Professional fees	5	4
Publication fees	6	3
	20	17
Total expenses	937	875

Audit fees are £8,125 ex Vat (2021: £7,750).

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

5. Interest payable and similar charges

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Interest	—	—
Total interest payable and similar charges	—	—

6. Taxation

(a) Analysis of the tax charge in the year

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Corporation tax	—	48
Total taxation for the year (Note 6 (b))	—	48

(b) Factors affecting the tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2021: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Net revenue before taxation	1,029	1,154
Net revenue for the year multiplied by the standard rate of corporation tax	206	231
Effects of:		
Movement in excess management expenses	46	—
Rebated capital expenses deductible for tax purposes	6	7
Revenue not subject to corporation tax	(258)	(190)
Total tax charge for the year	—	48

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

7. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Interim	441	448
Final	590	695
Add: Revenue paid on cancellation of shares	34	17
Deduct: Revenue received on creation of shares	(30)	(47)
Net distribution for the year	1,035	1,113
Reconciliation of net revenue after taxation to distributions		
Net revenue after taxation	1,029	1,106
Tax relief from capital*	6	7
Net distribution for the year	1,035	1,113

* Tax relief has arisen whereby excess revenue expenses have been utilised to reduce the tax arising on offshore capital gains and capital rebates from underlying funds.

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

8. Debtors

	30/09/22 £'000	30/09/21 £'000
Accrued revenue	—	499
Amounts due for rebates from underlying funds	3	308
Amounts receivable for creation of shares	393	400
Sales awaiting settlement	942	336
Total debtors	1,338	1,543

9. Cash and bank balances

	30/09/22 £'000	30/09/21 £'000
Cash and bank balances	2,750	1,057
Total cash and bank balances	2,750	1,057

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

10. Other creditors

	30/09/22 £'000	30/09/21 £'000
Amounts payable for cancellation of shares	440	285
Corporation tax payable	—	46
Purchases awaiting settlement	951	462
	1,391	793
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	65	79
	65	79
<i>Depository and Agents</i>		
Depository fees	5	3
Safe custody fees	2	1
Transaction charges	2	2
	9	6
<i>Other accrued expenses</i>		
Audit fees	10	10
Professional fees	1	1
Publication fees	3	2
	14	13
Total other creditors	1,479	891

11. Related party transactions

Management fees paid to the ACD, are disclosed in note 4 and amounts due at the year-end are disclosed in note 10.

Monies received and paid by the ACD through the creation and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year-end are disclosed in notes 8 and 10.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no shareholdings in the company at the year-end.

Significant shareholdings

As at the balance sheet date, the following had significant shareholdings within the Fund:

Shareholders	30/09/22(%)	30/09/21(%)
Sterling ISA Managers (Nominees) Limited	75.09	71.18

12. Share Classes

The Share Classes and ACD's Annual Management Charges ("AMC") applicable to each Share Class are as follows:

	%
Share Class B Income	0.75
Share Class B Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any fund.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

12. Share Classes (continued)

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	30/09/21	Issued	Cancelled	Converted	30/09/22
Share Class B Income	7,143,546	1,018,774	(495,693)	—	7,666,627
Share Class B Accumulation	27,530,000	7,153,434	(9,053,846)	—	25,629,588

13. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2021: nil).

14. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 19 to 20 of the report.

(a) Foreign currency risk

A proportion of the financial net assets of the Fund are denominated in currencies other than sterling with the effect that the balance sheet and total return can be affected by currency movements.

The Fund holds an insignificant foreign currency exposure at 30 September 2022 (2021: insignificant) therefore a currency table has not been disclosed.

Changes in exchange rates would have no material impact on the valuation of foreign currency financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

(b) Interest rate risk profile of financial assets and liabilities

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

As at 30 September 2022, 2.74% of the Fund's assets were interest bearing (2021: 0.83%).

Changes in interest rates would have no material impact on the valuation of financial assets or liabilities. Consequently, no sensitivity analysis has been presented.

15. Portfolio transaction costs

Fund only invests in Collective Investment Schemes, there are no associated broker transaction costs.

At the balance sheet date the average portfolio dealing spread was 0.00% (2021: 0.00%).

16. Post balance sheet events

Subsequent to the year end, the net asset value per unit of the fund has increased from 306.21p to 334.52p as at 25 January 2023. This movement takes into account routine transactions but also reflects the market movements of recent months.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

17. Fair value disclosure

Valuation technique	30/09/22		30/09/21	
	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	—	—	—	—
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	97,879	—	126,064	—
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability	—	—	—	—
	97,879	—	126,064	—

Distribution Table

As at 30 September 2022

Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 October 2021

Group 2 Shares purchased on or after 1 October 2021 to 31 March 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/05/22 (p)	Distribution paid 28/05/21 (p)
Share Class B Income				
Group 1	0.6343	—	0.6343	0.7288
Group 2	0.4891	0.1452	0.6343	0.7288
Share Class B Accumulation				
Group 1	1.3835	—	1.3835	1.5750
Group 2	1.0421	0.3414	1.3835	1.5750

Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 April 2022

Group 2 Shares purchased on or after 1 April 2022 to 30 September 2022

	Net revenue (p)	Equalisation (p)	Distribution payable 30/11/22 (p)	Distribution paid 30/11/21 (p)
Share Class B Income				
Group 1	0.9245	—	0.9245	1.0399
Group 2	0.6935	0.2310	0.9245	1.0399
Share Class B Accumulation				
Group 1	2.0264	—	2.0264	2.2558
Group 2	1.5619	0.4645	2.0264	2.2558

Investment Manager's Report

For the year ended 30 September 2022

Investment Objective

The Fund aims to achieve a return, over a five year rolling period and after all fees and expenses, consisting primarily of capital growth (and potentially a low level of income) which exceeds a composite benchmark based on the FTSE All Share TR Index (30%), Russell 1000 TR Index (15%), MSCI Daily (ex UK) EAFE TR Index (15%), MSCI Daily Net EM TR Index (10%), SONIA GBP (5%), ICE BoAML Global Broad Market TR Index (5%) and ICE BoAML Sterling Broad Market TR Index (20%).

Investment Policy

It is expected that at least 60% of exposures will be to equities and fixed interest investments. However, investments will not be confined to any particular sector.

At least 70% of exposure will be achieved through investment in collective investment schemes (including exchange traded funds and other schemes managed and operated by the ACD or its associates). The Fund may also invest in transferable securities, money market instruments, warrants, cash, near cash and deposits as detailed in the Prospectus.

Derivatives may also be used for the purposes of hedging and efficient portfolio management.

Benchmark

The performance of the Fund will be measured against a composite benchmark which is rebalanced monthly for target return purposes based on the FTSE All Share TR Index (30%), Russell 1000 TR Index (15%), MSCI Daily (ex UK) EAFE TR Index (15%), MSCI Daily Net EM TR Index (10%), SONIA GBP (5%), ICE BoAML Global Broad Market TR Index (5%) and ICE BoAML Sterling Broad Market TR Index (20%).

These benchmarks were chosen as they were considered a fair representation of the assets in which the fund will invest, in line with its investment objectives and policy.

Portfolio Review

Over the period the fund returned -16.04% [source: Return after operating charges on Accumulation class as per Comparative Table] and the benchmark returned -9.27% [source: Financial Express, bid to bid, net income reinvested].

Global markets had a turbulent twelve months. Initially, optimism prevailed, and corporate profits rebounded as the global economy recovered from the pandemic. Covid-19, Omicron variant threatened to derail the recovery, though it quickly became clear that the contagious new variant was relatively mild and less vaccine-resistant than initially feared. Booming consumer demand and supply chain problems drove inflation higher and caused central banks to withdraw the financial help that had boosted flagging economies during Covid.

Inflation accelerated after Russia invaded Ukraine in late February, which caused commodity prices to spike, energy bills to soar and prompted central bankers in several major markets to raise interest rates sharply. Consumer sentiment deteriorated and investors were left to mull the possibility of a global recession. China's zero-Covid policy hit domestic demand and exacerbated disruption in global manufacturing and supply chains, while economic data in the US and Europe suggested that economic growth was slowing.

In terms of activity, we initially trimmed the US equity allocation following the market's strong performance in 2021. Although the country is home to many long-term secular growth opportunities that do not exist in other regions, we felt that higher interest rates are likely to pressure the elevated valuations in the US market's sizeable growth-oriented sectors in the short term. Later in the period,

Investment Manager's Report (continued)
For the year ended 30 September 2022

we reduced our equities exposure more broadly, given the more uncertain economic backdrop. In September, our Asset Allocation Strategy Group (AASG) downgraded equities from 'in favour' to neutral; we are more cautious about the outlook for the asset class in the near term due to growth and monetary policy headwinds.

We lowered the holdings in UK and Europe ex-UK equities, thereby moving from a modest overweight in the latter at the start of the period to a modest underweight. Expectations for corporate earnings seem unrealistic and we believe that Europe is at risk of a more severe recession than other regions owing to its structural dependence on Russian energy imports.

On the flip side, we increased exposure to emerging market (EM) equities, although relative market movements in the period meant that the portfolio's weighting dropped modestly. We are encouraged by signs that domestic demand has continued to recover after the pandemic. Furthermore, high energy and commodity prices are likely to prove beneficial for many major resource-dependent emerging market economies.

Elsewhere, we continue to favour Japanese equities (even though we trimmed our position here as a result of the aforementioned reduction in the overall equities exposure). Earnings growth prospects for Japanese corporates still appear attractive and valuations are favourable. Additionally, the direct economic impact of Russia's invasion is minimal for Japan, as Russian imports are in the low single digits as a percentage of total Japanese imports. Therefore, the Japanese economy is less likely to be impacted by cost inflation from the spike in oil and other commodity prices relative to economies in Europe, where energy policy is more dependent on Russia. Over the longer term, we believe a variety of structural reforms – ranging from labour to corporate governance – are likely to transform corporate Japan in the next decade, supporting a step change in profitability and returns on capital in particular.

In fixed income, we reduced our high-yield exposure. The AASG downgraded the outlook for the asset class to neutral in the second quarter, in response to a worsening global growth outlook and a period of outperformance versus investment-grade credit.

We increased exposure to UK government bonds. In July, government bonds were upgraded from dislike to neutral on the asset allocation grid. We believe that bond yields (which move inversely to price) have now peaked, as we are around the high point in inflation and note the improved hedge that current increased yields offer, should a more pronounced 'flight to safety' materialise. As such, we no longer wish to actively underinvest in government bonds.

Investment Manager

Threadneedle Asset Management Limited
October 2022

Material Portfolio Changes

For the year ended 30 September 2022

Purchases		Sales	
Portfolio Name	Cost £'000	Portfolio Name	Proceeds £'000
Threadneedle UK	79,275	Threadneedle UK	91,525
CT Sterling Bond Fund Institutional		Threadneedle Sterling Bond	51,559
X Gross Accumulation GBP	57,831	Threadneedle Global Emerging	
Threadneedle Global Emerging		Markets Equity	43,156
Markets Equity	42,032	Threadneedle American	42,260
CT American Fund Institutional X		Threadneedle UK X Accumulation	26,838
Accumulation	36,723	Threadneedle Sterling Corporate	
Threadneedle Investment Funds		Bond	24,372
ICVC - UK Institutional Fund	28,942	Threadneedle Sterling	20,916
CT Sterling Corporate Bond Fund		Threadneedle Japan	20,644
Institutional X Gross Accumulation	24,875	Threadneedle UK Select	20,474
Threadneedle Sterling Short-Term		Threadneedle European	19,989
Money Market	21,366		
Threadneedle Japan	20,471		
Threadneedle European	19,563		
Threadneedle UK Equities (Lux)	19,463		

Comparative Table
As at 30 September 2022

	30/09/22 (p)	B Income 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	171.01	149.78	147.96
Return before operating charges*	(26.01)	24.02	4.60
Operating charges	(1.34)	(1.40)	(1.26)
Return after operating charges	(27.35)	22.62	3.34
Distributions	(1.43)	(1.39)	(1.52)
Closing net asset value per share	142.23	171.01	149.78
*after direct transaction cost of:	0.00	0.00	0.00
Performance			
Return after operating charges	(15.99%)	15.10%	2.26%
Other information			
Closing net asset value (£'000)	37,322	42,469	32,289
Closing number of shares	26,239,507	24,834,048	21,558,396
Operating charges	0.83%	0.84%	0.86%
Direct transaction costs	0.00%	0.00%	0.00%
Prices (p)**			
Highest share price	176.61	176.59	156.21
Lowest share price	144.60	146.58	120.82

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Comparative Table (continued)
As at 30 September 2022

	30/09/22 (p)	B Accumulation 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	349.03	303.18	296.25
Return before operating charges*	(53.23)	48.69	9.46
Operating charges	(2.74)	(2.84)	(2.53)
Return after operating charges	(55.97)	45.85	6.93
Distributions	(2.91)	(2.82)	(3.04)
Retained distributions on accumulation shares	2.91	2.82	3.04
Closing net asset value per share	293.06	349.03	303.18
*after direct transaction cost of:	0.00	0.00	0.00
Performance			
Return after operating charges	(16.04%)	15.12%	2.34%
Other information			
Closing net asset value (£'000)	319,061	412,783	302,807
Closing number of shares	108,870,319	118,266,424	99,876,890
Operating charges	0.83%	0.84%	0.86%
Direct transaction costs	0.00%	0.00%	0.00%
Prices (p)**			
Highest share price	360.45	358.79	312.76
Lowest share price	296.18	296.71	241.92

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Performance Information

As at 30 September 2022

Operating Charges

Date	AMC (%)	Other expenses (%)	Synthetic expense ratio (%)	Rebates from underlying funds (%)	Transaction costs (%)	Total operating charge (%)
30/09/22						
Share Class B Income	0.75	0.02	0.11	(0.05)	0.00	0.83
Share Class B Accumulation	0.75	0.02	0.11	(0.05)	0.00	0.83
30/09/21						
Share Class B Income	0.75	0.02	0.90	(0.83)	0.00	0.84
Share Class B Accumulation	0.75	0.02	0.90	(0.83)	0.00	0.84

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the OCF shall take account of the ongoing charges incurred in the underlying CIUs and disclose as a synthetic expense ratio.

Risk and Reward Profile

As at 30 September 2022

	<div> <div>Typically lower rewards</div> <div>Typically higher rewards</div> </div> <div> <div>Lower risks</div> <div>Higher risks</div> </div>						
Share Class B	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The risk and reward indicator table demonstrates where a Fund ranks in terms of its potential risk and return. The higher the rank the greater the potential reward but the greater the risk of losing money. The lowest category does not mean 'risk free'.
- The Fund appears as a "5" on the scale. This is because the Fund invests in assets that typically carry medium risk and offer medium rewards compared with other categories of assets.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement
As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Collective Investment Schemes 99.22% (98.50%)			
4,560,239	Threadneedle American	28,856	8.10
43,570	Threadneedle American Absolute Alpha	1,007	0.28
789,765	Threadneedle American Extended Alpha	1,236	0.35
5,221,301	Threadneedle American Select	14,009	3.93
671,716	Threadneedle American Smaller Companies	3,570	1.00
4,759,601	Threadneedle Asia	9,155	2.57
450,461	Threadneedle Dollar Bond	557	0.16
999,600	Threadneedle Emerging Market Bond	1,266	0.36
907,962	Threadneedle Emerging Market Local	2,014	0.57
9,673,438	Threadneedle European	16,262	4.56
3,879,526	Threadneedle European Select	6,579	1.85
38,097	Threadneedle European Short-Term High Yield Bond (Lux)	3,818	1.07
651,401	Threadneedle European Smaller Companies	667	0.19
11,529,675	Threadneedle Global Bond	12,980	3.64
453,315	Threadneedle Global Corporate Bond (Lux)	4,927	1.38
37,570	Threadneedle Global Emerging Market Short-Term Bonds (Lux)	528	0.15
31,080,640	Threadneedle Global Emerging Markets Equity	35,177	9.87
2,804,627	Threadneedle Global Select	6,799	1.91
81,046	Threadneedle Global Smaller Companies (Lux)	2,680	0.75
1,623,330	Threadneedle High Yield Bond	1,932	0.54
8,692,902	Threadneedle Japan	15,645	4.39
2,654,177	Threadneedle Pan European Focus	4,571	1.28
50,513,819	Threadneedle Sterling Bond	44,301	12.43
19,350,770	Threadneedle Sterling Corporate Bond	20,241	5.68
6,946,636	Threadneedle Sterling Short-Term Money Market	7,145	2.00
41,491,276	Threadneedle UK	49,839	13.98
476,584	Threadneedle UK Equities (Lux)	17,324	4.86
2,126,665	Threadneedle UK Equity Income	7,332	2.06
600,728	Threadneedle UK Extended Alpha	1,372	0.39
24,136,259	Threadneedle UK Institutional	25,278	7.09
1,603,290	Threadneedle UK Mid 250	1,643	0.46
5,040,361	Threadneedle UK Smaller Companies	4,882	1.37
		353,592	99.22

Portfolio Statement (continued)**As at 30 September 2022**

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
	Portfolio of investments	353,592	99.22
	Net other assets	2,791	0.78
	Net assets	356,383	100.00

All investments are Collective Investment Schemes unless otherwise stated. They are Threadneedle Group Investments, made under standard commercial terms with no initial charge applied.

Comparative figures shown above in brackets relate to 30 September 2021.

Gross purchases for the year: £524,186,000 [2021: £127,238,000].

Total sales net of transaction costs for the year: £547,248,000 [2021: £63,881,000].

Statement of Total Return

For the year ended 30 September 2022

	Note	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
		£'000	£'000	£'000	£'000
Income:					
Net capital (losses)/gains	2		(76,066)		50,975
Revenue	3	7,078		6,974	
Expenses	4	(3,309)		(3,207)	
Net revenue before taxation		3,769		3,767	
Taxation	5	(137)		(294)	
Net revenue after taxation			3,632		3,473
Total return before distributions			(72,434)		54,448
Distributions	6		(3,692)		(3,555)
Change in net assets attributable to Shareholders from investment activities			(76,126)		50,893

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 30 September 2022

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		455,252		335,096
Amounts receivable on issue of Shares	31,651		81,771	
Amounts payable on cancellation of Shares	(57,694)		(15,789)	
		(26,043)		65,982
Change in net assets attributable to Shareholders from investment activities (see above)		(76,126)		50,893
Retained distributions on accumulation Shares		3,300		3,281
Closing net assets attributable to Shareholders		356,383		455,252

Balance Sheet

As at 30 September 2022

	Note	30/09/22		30/09/21	
		£'000	£'000	£'000	£'000
Assets:					
Fixed assets:					
Investments			353,592		448,403
Current assets:					
Debtors	7	3,461		3,683	
Cash and bank balances	8	2,415		4,395	
Total current assets			5,876		8,078
Total assets			359,468		456,481
Liabilities:					
Creditors:					
Distribution payable		(222)		(193)	
Other creditors	9	(2,863)		(1,036)	
Total creditors			(3,085)		(1,229)
Total liabilities			(3,085)		(1,229)
Net assets attributable to Shareholders			356,383		455,252

Notes to the Financial Statements

For the year ended 30 September 2022

1. Accounting basis and policies

The Fund's financial statements have been prepared on the basis detailed on pages 16 to 18.

2. Net capital (losses)/gains

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
The net capital (losses)/gains during the year comprise:		
Currency (losses)/gains	(4)	1
Non-derivative securities	(76,355)	50,573
Rebates received from underlying funds	297	408
Transaction charges	(4)	(7)
Net capital (losses)/gains	(76,066)	50,975

3. Revenue

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Bank interest	2	—
Franked dividends from Collective Investment Schemes	3,379	2,704
Interest income from Collective Investment Schemes	1,648	1,045
Offshore funds dividends	173	186
Rebates received from underlying funds	1,876	3,039
Total revenue	7,078	6,974

4. Expenses

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees	3,216	3,104
	3,216	3,104
Payable to the Depositary, associates of the Depositary and agents of either of them		
Depositary fees	50	63
Safe custody fees	23	21
	73	84
Other expenses		
Audit fees	9	10
Professional fees	5	7
Publication fees	6	2
	20	19
Total expenses	3,309	3,207

Audit fees are £8,125 ex Vat (2021: £7,750).

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

5. Taxation

(a) Analysis of the tax charge in the year

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Corporation tax	137	294
Total taxation for the year (Note 5 (b))	137	294

(b) Factors affecting the tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2021: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Net revenue before taxation	3,769	3,767
Net revenue for the year multiplied by the standard rate of corporation tax	754	753
Effects of:		
Rebated capital expenses deductible for tax purposes	60	82
Revenue not subject to corporation tax	(677)	(541)
Total tax charge for the year	137	294

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Deferred tax

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Provision at start of the year	—	—
Provision at the end of the year	—	—

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

6. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Interim	1,570	1,558
Final	2,105	2,059
Add: Revenue paid on cancellation of shares	45	13
Deduct: Revenue received on creation of shares	(28)	(75)
Net distribution for the year	3,692	3,555
Reconciliation of net revenue after taxation to distributions		
Net revenue after taxation	3,632	3,473
Tax relief from capital*	60	82
Net distribution for the year	3,692	3,555

* Tax relief has arisen whereby excess revenue expenses have been utilised to reduce the tax arising on offshore capital gains and capital rebates from underlying funds.

Details of the distributions per share are set out in the distribution tables on page 55.

7. Debtors

	30/09/22 £'000	30/09/21 £'000
Accrued bank interest	1	—
Accrued revenue	—	1,642
Amounts due for rebates from underlying funds	22	957
Amounts receivable for creation of shares	117	361
Income tax recoverable	34	—
Sales awaiting settlement	3,286	722
Prepaid expenses	1	1
Total debtors	3,461	3,683

8. Cash and bank balances

	30/09/22 £'000	30/09/21 £'000
Cash and bank balances	2,415	4,395
Total cash and bank balances	2,415	4,395

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

9. Other creditors

	30/09/22 £'000	30/09/21 £'000
Amounts payable for cancellation of shares	187	5
Corporation tax payable	—	127
Purchases awaiting settlement	2,406	595
	2,593	727
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	232	284
	232	284
<i>Depository and Agents</i>		
Depository fees	16	9
Safe custody fees	8	4
Transaction charges	1	1
	25	14
<i>Other accrued expenses</i>		
Audit fees	10	10
Professional fees	1	—
Publication fees	2	1
	13	11
Total other creditors	2,863	1,036

10. Related party transactions

Management fees paid to the ACD, are disclosed in note 4 and amounts due at the year-end are disclosed in note 9.

Monies received and paid by the ACD through the creation and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year-end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no shareholdings in the company at the year-end.

Significant shareholdings

As at the balance sheet date, the following had significant shareholdings within the Fund:

Shareholders	30/09/22(%)	30/09/21(%)
Sterling ISA Managers (Nominees) Limited	76.57	74.45

11. Share Classes

The Share Classes and ACD's Annual Management Charges ("AMC") applicable to each Share Class are as follows:

	%
Share Class B Income	0.75
Share Class B Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any fund.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

11. Share Classes (continued)

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	30/09/21	Issued	Cancelled	Converted	30/09/22
Share Class B Income	24,834,048	3,168,431	(1,762,972)	—	26,239,507
Share Class B Accumulation	118,266,424	7,833,548	(17,229,653)	—	108,870,319

12. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2021: nil).

13. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 19 to 20 of the report.

(a) Foreign currency risk

A proportion of the financial net assets of the Fund are denominated in currencies other than sterling with the effect that the balance sheet and total return can be affected by currency movements.

The Fund holds an insignificant foreign currency exposure at 30 September 2022 (2021: insignificant) therefore a currency table has not been disclosed.

Changes in exchange rates would have no material impact on the valuation of foreign currency financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

(b) Interest rate risk profile of financial assets and liabilities

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

As at 30 September 2022, 0.68% of the Fund's assets were interest bearing (2021: 0.97%).

Changes in interest rates would have no material impact on the valuation of financial assets or liabilities. Consequently, no sensitivity analysis has been presented.

14. Portfolio transaction costs

As the Fund only invests in Collective Investment Schemes, there are no associated broker transaction costs.

At the balance sheet date the average portfolio dealing spread was 0.00% (2021: 0.00%).

15. Post balance sheet events

Subsequent to the year end, the net asset value per unit of the fund has increased from 266.74p to 290.21p as at 25 January 2023. This movement takes into account routine transactions but also reflects the market movements of recent months.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

16. Fair value disclosure

Valuation technique	30/09/22		30/09/21	
	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	—	—	—	—
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	353,592	—	448,403	—
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability	—	—	—	—
	353,592	—	448,403	—

Distribution Table

As at 30 September 2022

Interim Distribution in pence per Share

- Group 1 Shares purchased prior to 1 October 2021
 Group 2 Shares purchased on or after 1 October 2021 to 31 March 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/05/22 (p)	Distribution paid 28/05/21 (p)
Share Class B Income				
Group 1	0.5784	—	0.5784	0.6109
Group 2	0.3778	0.2006	0.5784	0.6109
Share Class B Accumulation				
Group 1	1.1813	—	1.1813	1.2381
Group 2	0.8170	0.3643	1.1813	1.2381

Final Distribution in pence per Share

- Group 1 Shares purchased prior to 1 April 2022
 Group 2 Shares purchased on or after 1 April 2022 to 30 September 2022

	Net revenue (p)	Equalisation (p)	Distribution payable 30/11/22 (p)	Distribution paid 30/11/21 (p)
Share Class B Income				
Group 1	0.8477	—	0.8477	0.7767
Group 2	0.7956	0.0521	0.8477	0.7767
Share Class B Accumulation				
Group 1	1.7290	—	1.7290	1.5779
Group 2	1.5328	0.1962	1.7290	1.5779

Investment Manager's Report

For the year ended 30 September 2022

Investment Objective

The Fund aims to achieve a return, over a five year rolling period and after all fees and expenses, consisting primarily of capital growth (and potentially a low level of income) which exceeds a composite benchmark based on the FTSE All Share TR Index (20%), Russell 1000 TR Index (10%), MSCI Daily (ex UK) EAFE TR Index (10%), SONIA GBP (10%), ICE BoAML Global Broad Market TR Index (15%) and ICE BoAML Sterling Broad Market TR Index (35%).

Investment Policy

It is expected that at least 51% of the Fund's exposures will be to cash, cash equivalents and fixed income investments. The balance of the Fund's exposure will be to equities. Investments will not be confined to any particular sector.

At least 70% of exposure will be achieved through investment in collective investment schemes (including exchange traded Funds and other schemes managed and operated by the ACD or its associates). The remainder of the Fund may be invested directly in transferable securities, money market instruments, warrants, cash, near cash and deposits as detailed in the Prospectus.

Derivatives may also be used for the purposes of hedging and efficient portfolio management.

Benchmark

The performance of the Fund will be measured against a composite benchmark which is rebalanced monthly for target return purposes based on the FTSE All Share TR Index (20%), Russell 1000 TR Index (10%), MSCI Daily (ex UK) EAFE TR Index (10%), SONIA GBP (10%), ICE BoAML Global Broad Market TR Index (15%) and ICE BoAML Sterling Broad Market TR Index (35%).

These benchmarks were chosen as they were considered a fair representation of the assets in which the fund will invest, in line with its investment objectives and policy.

Portfolio Review

Over the period the Fund returned -15.48% [source: Return after operating charges on Accumulation class as per Comparative Table] and the benchmark returned -11.17% [source: Financial Express, bid to bid, net income reinvested].

Global markets had a turbulent twelve months. Initially, optimism prevailed, and corporate profits rebounded as the global economy recovered from the pandemic. Covid-19, Omicron variant, threatened to derail the recovery, though it quickly became clear that the contagious new variant was relatively mild and less vaccine-resistant than initially feared. Booming consumer demand and supply chain problems drove inflation higher and caused central banks to withdraw the financial help that had boosted flagging economies during Covid.

Inflation accelerated after Russia invaded Ukraine in late February, which caused commodity prices to spike, energy bills to soar and prompted central bankers in several major markets to raise interest rates sharply. Consumer sentiment deteriorated and investors were left to mull the possibility of a global recession. China's zero-Covid policy hit domestic demand and exacerbated disruption in global manufacturing and supply chains, while economic data in the US and Europe suggested that economic growth was slowing.

In terms of activity, we initially trimmed the US equity allocation following the market's strong performance in 2021. Although the country is home to many long-term secular growth opportunities that do not exist in other regions, we felt that higher interest rates are likely to pressure the elevated valuations in the US market's sizeable growth-oriented sectors in the short term. Later in the period, we reduced our equities exposure more broadly, given the more uncertain economic backdrop. In

Investment Manager's Report (continued)

For the year ended 30 September 2022

September, our Asset Allocation Strategy Group (AASG) downgraded equities from 'in favour' to neutral; we are more cautious about the outlook for the asset class in the near term due to growth and monetary policy headwinds.

We lowered the holdings in UK and Europe ex-UK equities. Expectations for corporate earnings seem unrealistic and we believe that Europe is at risk of a more severe recession than other regions, owing to its structural dependence on Russian energy imports.

We continue to favour Japanese equities (even though we trimmed our position here as a result of the aforementioned reduction in the overall equities exposure). Earnings growth prospects for Japanese corporates still appear attractive and valuations are favourable. Additionally, the direct economic impact of Russia's invasion of Ukraine is minimal for Japan, as Russian imports are in the low single digits as a percentage of total Japanese imports. Therefore, the Japanese economy is less likely to be impacted by cost inflation from the spike in oil and other commodity prices relative to economies in Europe, where energy policy is more dependent on Russia. Over the longer term, we believe a variety of structural reforms – ranging from labour to corporate governance – are likely to transform corporate Japan in the next decade, supporting a step change in profitability and returns on capital in particular.

In fixed income, we reduced our high-yield exposure. The AASG downgraded the outlook for the asset class to neutral in the second quarter, in response to a worsening global growth outlook and a period of outperformance versus investment-grade credit.

We increased exposure to UK government bonds. In July, government bonds were upgraded from dislike to neutral on the asset allocation grid. We believe that bond yields (which move inversely to price) have now peaked, as we are around the high point in inflation and note the improved hedge that current increased yields offer, should a more pronounced 'flight to safety' materialise. As such, we no longer wish to actively underinvest in government bonds. We also added exposure to UK investment grade debt (IG) via the CT Sterling Corporate Bond Fund, as our outlook does not include a significant widening of IG credit spreads.

Investment Manager

Threadneedle Asset Management Limited
October 2022

Material Portfolio Changes**For the year ended 30 September 2022**

Purchases		Sales	
Portfolio Name	Cost £'000	Portfolio Name	Proceeds £'000
Threadneedle Sterling Bond	22,844	Threadneedle UK	23,603
Threadneedle UK	20,706	Threadneedle Sterling Bond	23,361
Threadneedle Global Bond	14,204	Threadneedle Global Bond	15,341
Threadneedle UK Fixed Interest	11,244	Threadneedle Sterling Corporate Bond	8,953
Threadneedle Sterling Corporate Bond	10,955	Threadneedle Sterling Short-Term Money Market	7,853
Threadneedle Sterling Short-Term Money Market	7,503	Threadneedle American	7,842
Threadneedle American	6,559	Threadneedle UK X Accumulation	5,784
Threadneedle European	4,302	Threadneedle Fixed Interest	5,529
Threadneedle Japan	3,967	Threadneedle Sterling Bond	4,879
Threadneedle UK X Accumulation	3,770	Threadneedle European	4,706

Comparative Table
As at 30 September 2022

	30/09/22 (p)	B Income 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	142.81	134.41	133.03
Return before operating charges*	(20.89)	10.47	3.60
Operating charges	(1.16)	(1.22)	(1.16)
Return after operating charges	(22.05)	9.25	2.44
Distributions	(1.10)	(0.85)	(1.06)
Closing net asset value per share	119.66	142.81	134.41
*after direct transaction cost of:	0.00	0.00	0.00
Performance			
Return after operating charges	(15.44%)	6.88%	1.83%
Other information			
Closing net asset value (£'000)	13,271	16,225	13,752
Closing number of shares	11,098,101	11,361,815	10,231,658
Operating charges	0.85%	0.86%	0.88%
Direct transaction costs	0.00%	0.00%	0.00%
Prices (p)**			
Highest share price	147.39	146.42	136.52
Lowest share price	120.37	131.88	116.47

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Comparative Table (continued)
As at 30 September 2022

	30/09/22 (p)	B Accumulation 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	262.81	245.85	241.33
Return before operating charges*	(38.56)	19.19	6.63
Operating charges	(2.13)	(2.23)	(2.11)
Return after operating charges	(40.69)	16.96	4.52
Distributions	(2.02)	(1.57)	(1.92)
Retained distributions on accumulation shares	2.02	1.57	1.92
Closing net asset value per share	222.12	262.81	245.85
*after direct transaction cost of:	0.00	0.00	0.00
Performance			
Return after operating charges	(15.48%)	6.90%	1.87%
Other information			
Closing net asset value (£'000)	89,644	116,916	102,009
Closing number of shares	40,384,719	44,487,265	41,492,774
Operating charges	0.85%	0.86%	0.88%
Direct transaction costs	0.00%	0.00%	0.00%
Prices (p)**			
Highest share price	271.24	268.71	248.43
Lowest share price	222.23	241.23	211.27

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Performance Information

As at 30 September 2022

Operating Charges

Date	AMC (%)	Other expenses (%)	Synthetic expense ratio (%)	Rebates from underlying funds (%)	Transaction costs (%)	Total operating charge (%)
30/09/22						
Share Class B Income	0.75	0.03	0.12	(0.06)	0.01	0.85
Share Class B Accumulation	0.75	0.03	0.12	(0.06)	0.01	0.85
30/09/21						
Share Class B Income	0.75	0.03	0.73	(0.66)	0.01	0.86
Share Class B Accumulation	0.75	0.03	0.73	(0.66)	0.01	0.86

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the OCF shall take account of the ongoing charges incurred in the underlying CIUs and disclose as a synthetic expense ratio.

Risk and Reward Profile

As at 30 September 2022

	<div> <div>Typically lower rewards</div> <div>Typically higher rewards</div> </div> <div> <div>Lower risks</div> <div>Higher risks</div> </div>						
Share Class A	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The risk and reward indicator table demonstrates where a Fund ranks in terms of its potential risk and return. The higher the rank the greater the potential reward but the greater the risk of losing money. The lowest category does not mean 'risk free'.
- The Fund appears as a "4" on the scale. This is because the Fund invests in assets that typically carry medium risk and offer medium rewards compared with other categories of assets.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement

As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Collective Investment Schemes 98.85% (98.14%)			
783,525	Threadneedle American	4,958	4.82
34,024	Threadneedle American Absolute Alpha	786	0.76
205,378	Threadneedle American Extended Alpha	321	0.31
938,917	Threadneedle American Select	2,519	2.45
656,861	Threadneedle Asia	1,263	1.23
657,319	Threadneedle Emerging Market Bond	833	0.81
370,728	Threadneedle Emerging Market Local	822	0.80
1,815,585	Threadneedle European	3,052	2.97
914,103	Threadneedle European Select	1,550	1.51
37,712	Threadneedle European Short-Term High Yield Bond (Lux)	3,779	3.67
236,462	Threadneedle European Smaller Companies	242	0.24
10,624,005	Threadneedle Global Bond	11,961	11.62
288,546	Threadneedle Global Corporate Bond (Lux)	3,136	3.05
36,352	Threadneedle Global Emerging Market Short-Term Bonds (Lux)	511	0.50
166,678	Threadneedle Global Emerging Markets Equity	189	0.18
1,257,185	Threadneedle Global Select	3,048	2.96
30,893	Threadneedle Global Smaller Companies (Lux)	1,022	0.99
488,657	Threadneedle High Yield Bond	581	0.56
1,636,264	Threadneedle Japan	2,945	2.86
16,746,730	Threadneedle Sterling Bond	14,687	14.27
9,011,035	Threadneedle Sterling Corporate Bond	9,426	9.16
288,781	Threadneedle Sterling Short-Dated Corporate Bond	296	0.29
3,914,894	Threadneedle Sterling Short-Term Money Market	4,027	3.91
11,741,470	Threadneedle UK	14,104	13.70
73,311	Threadneedle UK Equities (Lux)	2,665	2.59
588,435	Threadneedle UK Equity Income	2,029	1.97
135,024	Threadneedle UK Extended Alpha	308	0.30
11,740,909	Threadneedle UK Fixed Interest	9,279	9.02
421,930	Threadneedle UK Mid 250	432	0.42
986,678	Threadneedle UK Smaller Companies	956	0.93
		101,727	98.85
	Portfolio of investments	101,727	98.85
	Net other assets	1,188	1.15
	Net assets	102,915	100.00

The investments have been valued in accordance with note 1(h) of the Accounting Policies and Financial Instruments.

All investments are Collective Investment Schemes unless otherwise stated. They are Threadneedle Group Investments, made under standard commercial terms with no initial charge applied.

Portfolio Statement (continued)**As at 30 September 2022**

Comparative figures shown above in brackets relate to 30 September 2021.

Gross purchases for the year: £137,772,000 [2021: £32,407,000].

Total sales net of transaction costs for the year: £147,302,000 [2021: £25,199,000].

Statement of Total Return

For the year ended 30 September 2022

	Note	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
		£'000	£'000	£'000	£'000
Income:					
Net capital (losses)/gains	2		(20,806)		7,607
Revenue	3	2,030		1,856	
Expenses	4	(971)		(1,009)	
Net revenue before taxation		1,059		847	
Taxation	5	(120)		(112)	
Net revenue after taxation			939		735
Total return before distributions			(19,867)		8,342
Distributions	6		(973)		(789)
Change in net assets attributable to Shareholders from investment activities			(20,840)		7,553

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 30 September 2022

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		133,141		115,761
Amounts receivable on issue of Shares	9,173		22,060	
Amounts payable on cancellation of Shares	(19,405)		(12,935)	
		(10,232)		9,125
Change in net assets attributable to Shareholders from investment activities (see above)		(20,840)		7,553
Retained distributions on accumulation Shares		846		702
Closing net assets attributable to Shareholders		102,915		133,141

Balance Sheet

As at 30 September 2022

	Note	30/09/22		30/09/21	
		£'000	£'000	£'000	£'000
Assets:					
Fixed assets:					
Investments			101,727		130,665
Current assets:					
Debtors	7	1,131		813	
Cash and bank balances	8	1,586		2,223	
Total current assets			2,717		3,036
Total assets			104,444		133,701
Liabilities:					
Creditors:					
Distribution payable		(72)		(45)	
Other creditors	9	(1,457)		(515)	
Total creditors			(1,529)		(560)
Total liabilities			(1,529)		(560)
Net assets attributable to Shareholders			102,915		133,141

Notes to the Financial Statements

For the year ended 30 September 2022

1. Accounting basis and policies

The Fund's financial statements have been prepared on the basis detailed on pages 16 to 18.

2. Net capital (losses)/gains

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
The net capital (losses)/gains during the year comprise:		
Currency losses	(4)	—
Non-derivative securities	(20,973)	7,345
Rebates received from underlying funds	174	269
Transaction charges	(3)	(7)
Net capital (losses)/gains	(20,806)	7,607

3. Revenue

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Franked dividends from Collective Investment Schemes	632	558
Interest income from Collective Investment Schemes	793	555
Offshore funds dividends	238	160
Rebates received from underlying funds	367	583
Total revenue	2,030	1,856

4. Expenses

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees	927	962
	927	962
Payable to the Depositary, associates of the Depositary and agents of either of them		
Depositary fees	19	23
Safe custody fees	6	6
	25	29
Other expenses		
Audit fees	9	10
Professional fees	5	5
Publication fees	5	3
	19	18
Total expenses	971	1,009

Audit fees are £8,125 ex Vat (2021: £7,750).

Notes to the Financial Statements (continued)
For the year ended 30 September 2022

5. Taxation

(a) Analysis of the tax charge in the year

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Corporation tax	120	112
Total taxation for the year (Note 5 (b))	120	112

(b) Factors affecting the tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2021: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Net revenue before taxation	1,059	847
Net revenue for the year multiplied by the standard rate of corporation tax	212	169
Effects of:		
Rebated capital expenses deductible for tax purposes	35	54
Revenue not subject to corporation tax	(127)	(111)
Total tax charge for the year	120	112

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Deferred tax

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Provision at start of the year	—	—
Provision at the end of the year	—	—

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

6. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Interim	412	430
Final	555	367
Add: Revenue paid on cancellation of shares	14	10
Deduct: Revenue received on creation of shares	(8)	(18)
Net distribution for the year	973	789
Reconciliation of net revenue after taxation to distributions		
Net revenue after taxation	939	735
Tax relief from capital*	34	54
Net distribution for the year	973	789

* Tax relief has arisen whereby excess revenue expenses have been utilised to reduce the tax arising on offshore capital gains and capital rebates from underlying funds.

Details of the distributions per share are set out in the distribution tables on page 72.

7. Debtors

	30/09/22 £'000	30/09/21 £'000
Accrued revenue	—	296
Amounts due for rebates from underlying funds	12	225
Amounts receivable for creation of shares	—	5
Sales awaiting settlement	1,119	287
Total debtors	1,131	813

8. Cash and bank balances

	30/09/22 £'000	30/09/21 £'000
Cash and bank balances	1,586	2,223
Total cash and bank balances	1,586	2,223

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

9. Other creditors

	30/09/22 £'000	30/09/21 £'000
Amounts payable for cancellation of shares	223	124
Corporation tax payable	115	99
Purchases awaiting settlement	1,030	190
	1,368	413
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	67	84
	67	84
<i>Depository and Agents</i>		
Depository fees	6	3
Safe custody fees	2	1
Transaction charges	—	1
	8	5
<i>Other accrued expenses</i>		
Audit fees	10	10
Professional fees	1	1
Publication fees	3	2
	14	13
Total other creditors	1,457	515

10. Related party transactions

Management fees paid to the ACD, are disclosed in note 4 and amounts due at the year-end are disclosed in note 9.

Monies received and paid by the ACD through the creation and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year-end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no shareholdings in the company at the year-end.

Significant shareholdings

As at the balance sheet date, the following had significant shareholdings within the Fund:

Shareholders	30/09/22 (%)	30/09/21 (%)
Sterling ISA Managers (Nominees) Limited	68.45	68.95

11. Share Classes

The Share Classes and ACD's Annual Management Charges ("AMC") applicable to each Share Class are as follows:

	%
Share Class B Income	0.75
Share Class B Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any fund.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

11. Share Classes (continued)

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	30/09/21	Issued	Cancelled	Converted	30/09/22
Share Class B Income	11,361,815	1,564,571	(1,828,285)	—	11,098,101
Share Class B Accumulation	44,487,265	2,775,269	(6,877,815)	—	40,384,719

12. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2021: nil).

13. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 19 to 20 of the report.

(a) Foreign currency risk

A proportion of the financial net assets of the Fund are denominated in currencies other than sterling with the effect that the balance sheet and total return can be affected by currency movements.

The Fund holds an insignificant foreign currency exposure at 30 September 2022 (2021: insignificant) therefore a currency table has not been disclosed.

Changes in exchange rates would have no material impact on the valuation of foreign currency financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

(b) Interest rate risk profile of financial assets and liabilities

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

As at 30 September 2022, 1.54% of the Fund's assets were interest bearing (2021: 1.67%).

Changes in interest rates would have no material impact on the valuation of financial assets or liabilities. Consequently, no sensitivity analysis has been presented.

14. Portfolio transaction costs

As the Fund only invests in Collective Investment Schemes, there are no associated broker transaction costs.

At the balance sheet date the average portfolio dealing spread was 0.00% (2021: 0.00%).

15. Post balance sheet events

Subsequent to the year end, the net asset value per unit of the fund has increased from 200.83p to 215.35p as at 25 January 2023. This movement takes into account routine transactions but also reflects the market movements of recent months.

Notes to the Financial Statements (continued)
For the year ended 30 September 2022

16. Fair value disclosure

Valuation technique	30/09/22		30/09/21	
	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	—	—	—	—
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	101,727	—	130,665	—
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability	—	—	—	—
	101,727	—	130,665	—

Distribution Table

As at 30 September 2022

Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 October 2021

Group 2 Shares purchased on or after 1 October 2021 to 31 March 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/05/22 (p)	Distribution paid 28/05/21 (p)
Share Class B Income				
Group 1	0.4458	—	0.4458	0.4591
Group 2	0.2700	0.1758	0.4458	0.4591
Share Class B Accumulation				
Group 1	0.8207	—	0.8207	0.8440
Group 2	0.4924	0.3283	0.8207	0.8440

Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 April 2022

Group 2 Shares purchased on or after 1 April 2022 to 30 September 2022

	Net revenue (p)	Equalisation (p)	Distribution payable 30/11/22 (p)	Distribution paid 30/11/21 (p)
Share Class B Income				
Group 1	0.6496	—	0.6496	0.3953
Group 2	0.6440	0.0056	0.6496	0.3953
Share Class B Accumulation				
Group 1	1.1964	—	1.1964	0.7243
Group 2	1.0991	0.0973	1.1964	0.7243

Investment Manager's Report

For the year ended 30 September 2022

Investment Objective

The Fund aims to achieve an income yield which, after all fees and expenses, is equal or greater than 130% of that generated by a composite of the MSCI AC World Index (GBP) (60%) and the ICE BoAML Global Broad Market Hedged Index (GBP) (40%) while offering the potential for some capital growth over a five-year rolling period.

Investment Policy

The investment policy of the Fund is to gain exposure through a flexible asset allocation to a broad diversified range of asset classes including, equities, fixed interest securities, currencies, cash, near cash and deposits, warrants and approved money market instruments as detailed in the Prospectus.

At least 70% of the exposure to these asset classes is expected to be achieved through investment in a combination of transferable securities, collective investment schemes (including exchange traded Funds and other schemes managed and operated by the ACD or its associates), deposits and derivatives.

The Fund may also seek to gain exposure to the property or commodities markets through investment in eligible asset classes. The Fund will not have any restrictions on the proportion of the Fund allocated to any asset classes and may invest in any geographic or economic sectors of the world.

Derivatives may be used for investment purposes as well as for efficient portfolio management.

Benchmark

The performance of the Fund will be measured against a composite benchmark which is rebalanced monthly for target return purposes based on the MSCI AC World Index (GBP) (60%) and the ICE BoAML Global Broad Market Hedged Index (GBP) (40%).

These benchmarks were chosen as they were considered a fair representation of the assets in which the fund will invest, in line with its investment objectives and policy.

Portfolio Review

Over the period the Fund returned -3.78% [source: Return after operating charges on Accumulation class as per Comparative Table] and the benchmark returned -7.84% [source: Financial Express, bid to bid, net income reinvested].

During the period the Fund generated net income of 4.47p per share in the A Income class and 5.93p per share in the A Accumulation class.

Over the last twelve months, the Fund has benefitted from having limited exposure to bonds and from holding a number of alternative assets, particularly renewable-energy assets. With inflation rising sharply in the UK and the US, central banks have been under pressure to bring inflation back under control leading to material rises in interest rates and bond yields (resulting in falling bond prices). The Fund saw strong performance from its renewable-energy assets and while the bond holdings were a negative contributor to performance, the negative impact was mitigated by both the Fund's lower weighting to bonds overall and its emphasis on short-duration bonds. However, there have been relatively few hiding places amid the bond-market turmoil and the pace of interest-rate rises has had an impact even on the performance of short-duration bonds. Surprisingly, high-yield bonds have been less affected than higher-rated investment grade and government bonds due to the lower duration of the asset class.

Investment Manager's Report (continued)

For the year ended 30 September 2022

Turning to equities, exposure to energy, consumer staples and basic materials has helped offset some of the negative returns from longer-duration and higher-growth companies in the technology sector.

Having previously highlighted our concern on the energy transition becoming better understood and likely supply-side constraints, events appear to be playing out as we anticipated, with capex (capital expenditure) discipline now frequently discussed on company earnings calls and the OPEC + oil group agreeing to reduce the supply of oil to support prices. The under-investment in new supply continues and is resulting in a higher oil price and a tailwind for the Fund's holdings in energy companies, which were reinstated post the Covid-19 pandemic on the basis that the ESG (environmental, social and governance) concerns had become more prevalent in investor and management discussions, leading to real change in the industry and these were being properly priced into valuations by investors.

Higher oil and gas prices also benefited the Fund's holdings in renewables, as power prices rose to reflect the higher input prices for power, which is typically set by the price of gas. After the invasion of Ukraine, power prices rose even more dramatically and governments in Europe stepped in to prevent the dislocation between the cost of power generation and the price which renewables achieve in the power market, leading to a retracement of much of the gains that had been made. Nevertheless, the performance of many of the Fund's renewable-energy holdings has been noteworthy in a twelve-month period where diversification has been hard to find. Furthermore, we continue to believe they are well positioned for the future.

With concerns over defence heightened following Russia's invasion of Ukraine, the Fund's holdings in defence companies, including BAE Systems, performed strongly as investors re-appraised the necessity of spending on defence to protect borders. While defence stocks have historically been shunned by investors on ethical grounds, some investors are reconsidering and weighing the potential social good of helping to defend freedom and values, while rightly remaining cynical about exporting weapons to non-liberal democracies.

After a period marked by a significant tailwind for the semiconductor sector, supply chain concerns have finally eased. Clearly, there has been over-ordering in many sectors as companies looked to secure supply, leading to high inventory levels at the time when consumer spending has come under pressure. Retailers and consumer-discretionary companies have underperformed, as investors have 'priced in' the likelihood of a recession, as consumers retrench under pressure from rising household bills, particularly in the UK and Europe where power prices have rocketed. Looking ahead, after an inventory correction, and a continued bleak outlook for the consumer, it is possible that retailers under order to keep their inventories in check, which means prices and inflation could stay higher than expected, increasing pressure on central banks to keep raising interest rates.

From a thematic standpoint, the Fund continues to benefit from the strong structural growth of electric vehicles with strong performance from holdings in lithium mining company Albemarle as strong demand for batteries fed into lithium prices, which more than doubled over the review period.

Investment Manager

BNY Mellon Investment Management EMEA Limited (sub-delegated to Newton Investment Management Limited)
October 2022

Material Portfolio Changes

For the year ended 30 September 2022

Purchases		Sales	
Portfolio Name	Cost £'000	Portfolio Name	Proceeds £'000
US Treasury Inflation Indexed Bonds 2.125% 15/02/2041	10,496	Greencoat UK Wind#	8,249
New Zealand Government Inflation Linked Bond 3% 20/09/2030	8,271	Hipgnosis Songs#	7,785
Canadian Government Real Return Bond 4% 01/12/2031	8,264	Renewables Infrastructure#	7,326
US Treasury Note 2.875% 15/05/2043	6,353	IRB InvIT Fund	6,766
US Treasury Note 1.125% 15/01/2025	6,264	US Treasury Inflation Indexed Bonds 0.75% 15/07/2028	6,295
Universal Music	5,242	International Public Partnerships	6,115
Credicorp	4,768	VPC Specialty Lending Investments	5,894
Bayer	4,324	Jiangsu Expressway	5,540
Medtronic	4,260	US Treasury Inflation Indexed Bonds 2.375% 15/01/2025	4,848
UK Treasury 1.625% 22/10/2028	4,182	Tufton Oceanic Assets	4,764

#Investment Trust.

Comparative Table
As at 30 September 2022

	30/09/22 (p)	A Income 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	119.37	103.16	111.90
Return before operating charges*	(3.79)	22.13	(3.70)
Operating charges	(0.95)	(1.11)	(0.71)
Return after operating charges	(4.74)	21.02	(4.41)
Distributions	(4.47)	(4.81)	(4.33)
Closing net asset value per share	110.16	119.37	103.16
*after direct transaction cost of:	0.08	0.06	0.04
Performance			
Return after operating charges	(3.97%)	20.38%	(3.94%)
Other information			
Closing net asset value (£'000)	212,637	225,741	201,050
Closing number of shares	193,021,315	189,107,682	194,894,171
Operating charges	0.79%	0.95%	0.66%
Direct transaction costs	0.07%	0.05%	0.04%
Prices (p)**			
Highest share price	124.42	123.10	118.21
Lowest share price	112.53	102.36	85.23

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Comparative Table (continued)
As at 30 September 2022

	30/09/22 (p)	A Accumulation 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	156.43	129.82	135.02
Return before operating charges*	(5.23)	28.03	(4.33)
Operating charges	(1.26)	(1.42)	(0.87)
Return after operating charges	(6.49)	26.61	(5.20)
Distributions	(5.93)	(6.14)	(5.31)
Retained distributions on accumulation shares	5.93	6.14	5.31
Closing net asset value per share	149.94	156.43	129.82
*after direct transaction cost of:	0.11	0.07	0.05
Performance			
Return after operating charges	(4.15%)	20.50%	(3.85%)
Other information			
Closing net asset value (£'000)	192,468	177,061	143,134
Closing number of shares	128,367,337	113,188,392	110,252,420
Operating charges	0.79%	0.95%	0.66%
Direct transaction costs	0.07%	0.05%	0.04%
Prices (p)**			
Highest share price	164.21	159.61	143.93
Lowest share price	151.62	128.83	103.78

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Performance Information

As at 30 September 2022

Operating Charges

Date	AMC (%)	Other expenses (%)	Synthetic expense ratio (%)	Transaction costs (%)	Total operating charge (%)
30/09/22					
Share Class A Income	0.60	0.05	0.14	-	0.79
Share Class A Accumulation	0.60	0.05	0.14	-	0.79
30/09/21					
Share Class A Income	0.60	0.04	0.31	-	0.95
Share Class A Accumulation	0.60	0.04	0.31	-	0.95

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

Risk and Reward Profile

As at 30 September 2022

	Typically lower rewards				Typically higher rewards		
	Lower risks				Higher risks		
Share Class A	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The risk and reward indicator table demonstrates where a Fund ranks in terms of its potential risk and return. The higher the rank the greater the potential reward but the greater the risk of losing money. The lowest category does not mean 'risk free'.
- The Fund appears as a "5" on the scale. This is because the Fund invests in assets that typically carry medium risk and offer medium rewards compared with other categories of assets.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement
As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Bonds 34.37% (15.27%)			
Australia 2.15% (1.12%)			
AUD 7,503,000	Australia Government Bond 1.75% 21/06/2051	2,617	0.65
AUD 7,310,000	Australia Government Bond 3.25% 21/04/2029	4,078	1.01
AUD 3,595,000	Australia Government Bond 3.75% 21/04/2037	1,991	0.49
		8,686	2.15
Bermuda 0.52% (0.00%)			
GBP 2,124,000	Hiscox 2% 14/12/2022	2,108	0.52
		2,108	0.52
Bolivia 0.19% (0.18%)			
USD 1,100,000	Bolivian Government International Bond 4.5% 20/03/2028	770	0.19
		770	0.19
Brazil 0.42% (0.43%)			
USD 2,166,000	CSN Inova Ventures 6.75% 28/01/2028	1,683	0.42
		1,683	0.42
Canada 2.04% (0.00%)			
CAD 6,131,000	Canadian Government Real Return Bond 4% 01/12/2031	8,242	2.04
		8,242	2.04
Cayman Islands 0.11% (0.00%)			
USD 1,368,000	KWG 7.875% 30/08/2024	279	0.07
USD 1,556,000	Shimao 3.975% 16/09/2023	173	0.04
		452	0.11
Chile 0.13% (0.14%)			
USD 1,086,520	Nova Austral 12% 26/11/2026	537	0.13
		537	0.13
China 0.33% (0.38%)			
USD 2,256,000	Meituan 3.05% 28/10/2030	1,337	0.33
		1,337	0.33
Colombia 0.58% (0.60%)			
COP 3,186,400,000	Colombia Government International Bond 6% 28/04/2028	463	0.11
COP 11,319,000,000	Colombia Government International Bond 7.5% 26/08/2026	1,885	0.47
		2,348	0.58
Denmark 0.35% (0.00%)			
GBP 2,340,000	Orsted 2.5% 18/02/2021	1,431	0.35
		1,431	0.35

Portfolio Statement (continued)**As at 30 September 2022**

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Ecuador 0.16% (0.15%)			
USD 2,212,638	Ecuador Government International Bond 2.5% 31/07/2035	654	0.16
		654	0.16
Germany 1.19% (0.85%)			
EUR 2,439,000	Fresenius Medical Care 1% 29/05/2026	1,923	0.47
EUR 1,700,000	Infineon Technologies 2.875% Perpetual	1,370	0.34
EUR 2,000,000	Infineon Technologies 3.625% Perpetual	1,527	0.38
		4,820	1.19
Indonesia 0.49% (0.46%)			
IDR 32,320,000,000	Indonesia Treasury Bond 8.25% 15/05/2036	1,997	0.49
		1,997	0.49
Italy 0.31% (0.45%)			
EUR 2,157,000	UniCredit 3.875% Perpetual	1,237	0.31
		1,237	0.31
Japan 0.38% (0.47%)			
EUR 2,318,000	SoftBank 2.875% 06/01/2027	1,555	0.38
		1,555	0.38
Luxembourg 0.42% (0.52%)			
EUR 2,312,000	Summer BC 5.75% 31/10/2026	1,713	0.42
		1,713	0.42
Mexico 2.16% (1.60%)			
USD 2,441,000	Cemex 3.875% 11/07/2031	1,723	0.43
MXN 167,085,600	Mexican Bonos 8.5% 31/05/2029	7,025	1.73
		8,748	2.16
Netherlands 0.96% (0.36%)			
USD 2,564,000	ING 6.75% Perpetual	2,158	0.53
USD 357,000	Petrobras Global Finance 6.875% 20/01/2040	288	0.07
USD 139,000	Petrobras Global Finance 6.875% 20/01/2040	112	0.03
EUR 1,900,000	Volkswagen International Finance 3.875% Perpetual	1,345	0.33
		3,903	0.96
New Zealand 4.28% (0.00%)			
NZD 8,347,000	New Zealand Government Bond 2.75% 15/04/2037	3,442	0.85
NZD 12,406,000	New Zealand Government Inflation Linked Bond 3% 20/09/2030	7,939	1.96
NZD 9,018,000	New Zealand Local Government Funding Agency Bond 2% 15/04/2037	2,989	0.74
NZD 6,118,000	New Zealand Local Government Funding Agency Bond 2.25% 15/04/2024	2,976	0.73
		17,346	4.28

Portfolio Statement (continued)**As at 30 September 2022**

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Peru 0.62% (0.56%)			
PEN 6,882,000	Peruvian Government International Bond 6.35% 12/08/2028	1,417	0.35
PEN 5,398,000	Peruvian Government International Bond 6.95% 12/08/2031	1,089	0.27
		2,506	0.62
South Africa 0.00% (0.46%)			
Spain 0.56% (0.31%)			
EUR 1,400,000	Banco Santander 4.125% Perpetual	840	0.21
EUR 2,028,000	eDreams ODIGEO 5.5% 15/07/2027	1,427	0.35
		2,267	0.56
Sweden 0.44% (0.29%)			
EUR 2,630,000	Akelius Residential Property 2.249% 17/05/2081	1,789	0.44
		1,789	0.44
United Kingdom 5.36% (1.62%)			
GBP 1,664,000	Anglian Water Services Financing 1.625% 10/08/2025	1,470	0.36
GBP 1,679,000	B&M European Value Retail 3.625% 15/07/2025	1,419	0.35
GBP 706,000	BAT International Finance 5.75% 05/07/2040	515	0.13
GBP 1,248,000	Chancellor Masters & Scholars of The University of Cambridge 3.75% 17/10/2052	1,049	0.26
GBP 1,765,000	Investec 6.75% Perpetual	1,487	0.37
GBP 3,184,000	National Express 2.5% 11/11/2023	3,057	0.75
GBP 1,349,000	Nationwide Building Society 5.875% Perpetual	1,170	0.29
GBP 1,273,000	Ocado 3.875% 08/10/2026	931	0.23
GBP 672,061	Tesco Property Finance 3 5.744% 13/04/2040	587	0.15
GBP 660,026	Tesco Property Finance 3 5.744% 13/04/2040	576	0.14
EUR 2,041,000	Tritax EuroBox 0.95% 02/06/2026	1,502	0.37
GBP 3,116,586	UK Treasury 1.625% 22/10/2028	2,685	0.66
GBP 3,269,610	UK Treasury 4.25% 07/06/2032	3,313	0.82
GBP 2,275,000	Vodafone 4.875% 03/10/2078	1,952	0.48
		21,713	5.36
United States 10.22% (4.32%)			
GBP 853,000	MPT Operating Partnership 2.55% 05/12/2023	795	0.20
USD 2,457,000	American Airlines 11.75% 15/07/2025	2,289	0.57
USD 4,031,000	BAT Capital 3.557% 15/08/2027	3,164	0.78
USD 2,117,000	CCO 5.5% 01/05/2026	1,797	0.44
USD 4,522,000	Inter-American Development Bank 3.875% 28/10/2041	3,814	0.94
EUR 2,127,000	Olympus Water US 3.875% 01/10/2028	1,403	0.35
USD 492,000	Sprint Capital 8.75% 15/03/2032	511	0.13
USD 1,404,000	Sprint Capital 8.75% 15/03/2032	1,458	0.36

Portfolio Statement (continued)

As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
United States 10.22% (4.32%) (continued)			
USD 7,936,100	US Treasury Inflation Indexed Bonds 2.125% 15/02/2041	9,896	2.44
USD 7,205,900	US Treasury Note 1.125% 15/01/2025	6,009	1.48
USD 8,324,700	US Treasury Note 2.875% 15/05/2043	6,133	1.51
USD 2,211,000	Volkswagen Group of America Finance 3.35% 13/05/2025	1,879	0.46
USD 2,663,000	Warnermedia 3.788% 15/03/2025	2,248	0.56
		41,396	10.22
Equities 63.58% (83.82%)			
Australia 1.30% (1.99%)			
806,254	Insurance Australia	2,136	0.53
2,100,370	Star Entertainment	3,121	0.77
		5,257	1.30
Bermuda 0.81% (0.00%)			
29,687	Credicorp	3,269	0.81
		3,269	0.81
Brazil 0.00% (0.36%)			
Canada 0.89% (0.90%)			
142,652	Suncor Energy	3,609	0.89
		3,609	0.89
China 1.06% (2.89%)			
5,776,500	China Harmony Auto	969	0.24
740,000	Ping An Insurance	3,310	0.82
		4,279	1.06
France 1.04% (1.34%)			
99,324	TotalEnergies	4,207	1.04
		4,207	1.04
Germany 5.12% (3.47%)			
147,751	Bayer	6,153	1.52
32,941	Continental	1,329	0.33
17,707	Muenchener Rueckversicherungs-Gesellschaft in Muenchen	3,840	0.95
114,751	RWE	3,797	0.94
50,346	Vitesco Technologies	2,211	0.54
30,512	Volkswagen 'Preference'	3,392	0.84
		20,722	5.12
Guernsey 2.92% (12.73%)			
1,550,359	Cordiant Digital Infrastructure#	1,380	0.34
4,900,752	Hipgnosis Songs#	4,362	1.08

Portfolio Statement (continued)

As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Guernsey 2.92% (12.73%) (continued)			
1,838,903	NextEnergy Solar#	2,004	0.49
3,226,625	Renewables Infrastructure#	4,098	1.01
		11,844	2.92
Hong Kong 2.02% (3.29%)			
904,400	AIA	6,755	1.67
230,500	Link REIT***	1,444	0.35
		8,199	2.02
India 0.00% (1.78%)			
Indonesia 0.00% (0.47%)			
Ireland 3.31% (2.09%)			
95,884	CRH	2,783	0.69
1,826,214	Greencoat Renewables Dublin listed	1,843	0.45
2,563,315	Greencoat Renewables London listed	2,553	0.63
53,494	Medtronic	3,872	0.96
451,000	Tabula Haitong Asia ex-Japan USD Corporate ESG High Yield Bond	2,358	0.58
		13,409	3.31
Japan 0.00% (0.38%)			
Jersey 0.96% (2.78%)			
4,017,397	GCP Infrastructure Investments#	3,905	0.96
		3,905	0.96
Luxembourg 0.00% (0.51%)			
Macao 0.47% (0.32%)			
848,000	Sands China	1,907	0.47
		1,907	0.47
Mexico 1.71% (1.48%)			
1,515,296	Kimberly-Clark de Mexico	1,806	0.44
1,631,080	Wal-Mart de Mexico	5,140	1.27
		6,946	1.71
Netherlands 1.19% (1.31%)			
283,601	Universal Music	4,810	1.19
		4,810	1.19
New Zealand 1.43% (1.59%)			
2,767,148	SkyCity Entertainment	3,786	0.94
787,998	Spark New Zealand	1,996	0.49
		5,782	1.43
Singapore 0.51% (0.64%)			
776,500	Parkway Life REIT***	2,051	0.51
		2,051	0.51

Portfolio Statement (continued)**As at 30 September 2022**

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
South Africa 0.00% (0.01%)			
South Korea 1.78% (2.50%)			
109,214	Samsung Electronics 'Preference'	3,207	0.79
11,781	Samsung SDI	4,020	0.99
		7,227	1.78
Switzerland 2.00% (2.56%)			
13,357	Roche	3,932	0.97
11,658	Zurich Insurance	4,190	1.03
		8,122	2.00
Taiwan 1.17% (1.16%)			
74,000	MediaTek	1,148	0.28
302,000	Taiwan Semiconductor Manufacturing	3,596	0.89
		4,744	1.17
Thailand 0.00% (0.47%)			
United Kingdom 21.41% (25.95%)			
63,013	Anglo American	1,724	0.43
844,805	Ascential	1,737	0.43
84,697	Ashtead	3,461	0.85
37,723	AstraZeneca	3,751	0.93
869,272	B&M European Value Retail	2,661	0.66
739,548	BAE Systems	5,841	1.44
2,458,672	Barclays	3,548	0.88
200,174	British American Tobacco	6,459	1.59
41,803	Croda International	2,695	0.66
40,481	Ferguson	3,806	0.94
4,088,735	Greencoat UK Wind#	6,133	1.51
151,919	Imperial Brands	2,818	0.70
1,114,629	Informa	5,787	1.43
2,826,892	JLEN Environmental Assets#	3,313	0.82
1,592,085	National Express	2,686	0.66
2,048,709	Pantheon Infrastructure	1,999	0.49
254,252	Prudential	2,272	0.56
187,566	RELX	4,130	1.02
727,402	Rentokil Initial	3,473	0.86
2,580,131	Sdcl Energy Efficiency Income Trust	2,601	0.64
226,468	Shell	5,088	1.26
216,785	Smiths	3,273	0.81
182,862	SSE	2,793	0.69
2,599,562	Taylor Wimpey	2,295	0.57
59,709	Unilever	2,370	0.58
		86,714	21.41
United States 12.48% (10.85%)			
30,786	Albemarle	7,300	1.80
39,628	Apple	4,902	1.21
61,391	Citigroup	2,292	0.57

Portfolio Statement (continued)**As at 30 September 2022**

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
United States 12.48% (10.85%) (continued)			
69,046	ConocoPhillips	6,335	1.56
53,585	Emerson Electric	3,515	0.87
38,702	General Electric	2,149	0.53
12,901	Goldman Sachs	3,387	0.84
12,580	Home Depot	3,115	0.77
26,855	JPMorgan Chase	2,516	0.62
73,917	Marathon Petroleum	6,577	1.62
52,195	Merck	4,029	1.00
21,246	Microsoft	4,431	1.09
		50,548	12.48
Forward Currency Contracts (1.84%) (0.44%)			
	Bought USD348,870 for AUD513,000 Settlement 18/10/2022	15	0.00
	Bought EUR3,326,784 for USD3,328,554 Settlement 15/12/2022	(57)	(0.01)
	Bought AUD2,148,185 for GBP1,263,060 Settlement 16/11/2022	(7)	0.00
	Sold AUD17,156,386 for GBP9,879,432 Settlement 16/11/2022	(152)	(0.04)
	Bought CAD1,412,446 for GBP933,784 Settlement 16/11/2022	(4)	0.00
	Sold CAD14,061,776 for GBP9,010,300 Settlement 16/11/2022	(249)	(0.06)
	Bought EUR9,505,255 for GBP8,449,212 Settlement 16/11/2022	(44)	(0.01)
	Sold EUR38,153,617 for GBP32,377,121 Settlement 16/11/2022	(1,359)	(0.34)
	Bought NZD2,060,022 for GBP1,064,983 Settlement 16/11/2022	(7)	0.00
	Sold NZD3,010,559 for GBP1,599,105 Settlement 16/11/2022	53	0.01
	Sold NZD3,049,065 for GBP1,604,427 Settlement 16/11/2022	39	0.01
	Sold NZD30,954,068 for GBP16,117,520 Settlement 16/11/2022	223	0.05
	Bought USD8,436,092 for GBP7,643,803 Settlement 16/11/2022	(26)	(0.01)
	Bought USD1,359,845 for GBP1,285,228 Settlement 16/11/2022	(57)	(0.01)
	Sold USD74,780,435 for GBP61,728,143 Settlement 16/11/2022	(5,803)	(1.43)
		(7,435)	(1.84)

Portfolio Statement (continued)

As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
	Portfolio of investments	389,354	96.11
	Net other assets	15,751	3.89
	Net assets	405,105	100.00

All investments are ordinary shares / bonds unless otherwise stated and admitted to official stock exchange listings.

***Real Estate Investment Trust.

#Investment Trust.

Comparative figures shown above in brackets relate to 30 September 2021.

Gross purchases for the year (excl. Derivatives): £227,118,000 [2021: £110,692,000].

Total sales net of transaction costs for the year (excl. Derivatives): £205,456,000 [2021: £92,391,000].

Bond Ratings as at 30 September 2022

Bonds Rating	% of Total Net Assets
AAA	14.82
AA	1.74
A	0.36
BBB	7.92
BB	6.31
B	1.92
CCC	0.35
NR	0.71
Bonds	34.13
Uninvested Cash	3.91
Equities	63.80
Interest Rate Swaps & Forwards	(1.84)
Net Assets	100.00

Bonds not rated are of investment grade, but rating not sought by issuer.

Statement of Total Return

For the year ended 30 September 2022

	Note	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
		£'000	£'000	£'000	£'000
Income:					
Net capital (losses)/gains	2		(31,243)		55,537
Revenue	3	17,395		17,189	
Expenses	4	(2,688)		(2,489)	
Interest payable and similar charges	5	(1)		(1)	
Net revenue before taxation		14,706		14,699	
Taxation	6	(1,439)		(839)	
Net revenue after taxation			13,267		13,860
Total return before distributions			(17,976)		69,397
Distributions	7		(15,493)		(15,915)
Change in net assets attributable to Shareholders from investment activities			(33,469)		53,482

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 30 September 2022

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		402,802		344,184
Amounts receivable on issue of Shares	47,959		31,628	
Amounts payable on cancellation of Shares	(19,308)		(33,336)	
Change in net assets attributable to Shareholders from investment activities (see above)		28,651		(1,708)
Retained distributions on accumulation Shares		(33,469)		53,482
		7,121		6,844
Closing net assets attributable to Shareholders		405,105		402,802

Balance Sheet

As at 30 September 2022

	Note	30/09/22		30/09/21	
		£'000	£'000	£'000	£'000
Assets:					
Fixed assets:					
Investments			397,119		399,183
Current assets:					
Debtors	8	7,972		2,184	
Cash and bank balances	9	12,890		8,103	
Total current assets			20,862		10,287
Total assets			417,981		409,470
Liabilities:					
Investment liabilities			(7,765)		(1,801)
Creditors:					
Distribution payable		(2,145)		(2,424)	
Other creditors	10	(2,966)		(2,443)	
Total creditors			(5,111)		(4,867)
Total liabilities			(12,876)		(6,668)
Net assets attributable to Shareholders			405,105		402,802

Notes to the Financial Statements

For the year ended 30 September 2022

1. Accounting basis and policies

The Fund's financial statements have been prepared on the basis detailed on pages 16 to 18.

2. Net capital (losses)/gains

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
The net capital (losses)/gains during the year comprise:		
Currency losses	(271)	(854)
Derivative contracts	—	54
Forward currency contracts	(14,707)	4,398
Non-derivative securities	(16,240)	51,954
Transaction charges	(25)	(15)
Net capital (losses)/gains	(31,243)	55,537

3. Revenue

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Bank interest	14	1
Franked dividends from Collective Investment Schemes	119	—
HMRC interest	—	(1)
Interest from Debt Securities	5,500	2,837
Interest income from Collective Investment Schemes	287	553
Offshore funds dividends	102	—
Overseas dividends	8,192	10,423
UK dividends	3,073	3,131
UK property income dividends	108	245
Total revenue	17,395	17,189

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

4. Expenses

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees	2,505	2,319
	2,505	2,319
Payable to the Depositary, associates of the Depositary and agents of either of them		
Depositary fees	49	61
Safe custody fees	77	71
	126	132
Other expenses		
Audit fees	10	10
Professional fees*	43	26
Publication fees	4	2
	57	38
Total expenses	2,688	2,489

Audit fees are £8,650 ex Vat (2021: £8,250).

*Includes tax service fee paid to Deloitte LLP £13,126 (2021: £15,056).

5. Interest payable and similar charges

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Interest	1	1
Total interest payable and similar charges	1	1

6. Taxation

(a) Analysis of the tax charge in the year

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Corporation tax	688	252
Double tax relief	(38)	(17)
Irrecoverable overseas tax	714	537
Overseas capital gains tax	76	64
Deferred tax (Note 6 (c))	(1)	3
Total taxation for the year (Note 6 (b))	1,439	839

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

6. Taxation (continued)

(b) Factors affecting the tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2021: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Net revenue before taxation	14,706	14,699
Net revenue for the year multiplied by the standard rate of corporation tax	2,941	2,940
Effects of:		
Double taxation relief	(38)	(17)
Irrecoverable overseas tax	714	537
Overseas capital gains tax in capital	76	64
Revenue not subject to corporation tax	(2,254)	(2,685)
Total tax charge for the year	1,439	839

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Deferred tax

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Provision at start of the year	3	—
Deferred tax charge in the year	(1)	3
Provision at the end of the year	2	3

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

7. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
First interim	4,004	3,664
Second interim	3,865	3,453
Third interim	3,712	4,503
Final	4,067	4,305
Add: Revenue paid on cancellation of shares	90	172
Deduct: Revenue received on creation of shares	(245)	(182)
Net distribution for the year	15,493	15,915
Reconciliation of net revenue after taxation to distributions		
Net revenue after taxation	13,267	13,860
Expenses charged to capital	2,688	2,489
Tax relief from capital*	(538)	(498)
Capital gains tax	76	64
Net distribution for the year	15,493	15,915

* Tax relief has arisen whereby excess revenue expenses have been utilised to reduce the tax arising on capital expenses.

Details of the distributions per share are set out in the distribution tables on page 100.

8. Debtors

	30/09/22 £'000	30/09/21 £'000
Accrued bank interest	1	—
Accrued revenue	2,542	1,483
Amounts receivable for creation of shares	1,198	398
Overseas withholding tax recoverable	2	37
Sales awaiting settlement	4,227	265
Prepaid expenses	2	1
Total debtors	7,972	2,184

9. Cash and bank balances

	30/09/22 £'000	30/09/21 £'000
Cash and bank balances	4,950	5,983
Amount held at futures clearing houses and brokers	7,940	2,120
Total cash and bank balances	12,890	8,103

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

10. Other creditors

	30/09/22 £'000	30/09/21 £'000
Amounts payable for cancellation of shares	—	44
Corporation tax payable	470	105
Deferred tax payable	2	3
Overseas capital gains tax payable	—	31
Purchases awaiting settlement	2,219	2,024
	2,691	2,207
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	210	201
	210	201
<i>Depository and Agents</i>		
Depository fees	16	8
Safe custody fees	28	12
Transaction charges	7	2
	51	22
<i>Other accrued expenses</i>		
Audit fees	10	10
Professional fees	1	1
Publication fees	3	2
	14	13
Total other creditors	2,966	2,443

11. Related party transactions

Management fees paid to the ACD, are disclosed in note 4 and amounts due at the year-end are disclosed in note 10.

Monies received and paid by the ACD through the creation and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year-end are disclosed in notes 8 and 10.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no shareholdings in the company at the year-end.

Significant shareholdings

As at the balance sheet date, the following had significant shareholdings within the Fund:

Shareholders	30/09/22 (%)	30/09/21 (%)
Sterling ISA Managers (Nominees) Limited	83.79	83.01

12. Share Classes

The Share Classes and ACD's Annual Management Charges ("AMC") applicable to each Share Class are as follows:

	%
Share Class A Income	0.60
Share Class A Accumulation	0.60

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

12. Share Classes (continued)

Each Share Class has equal rights in the event of the wind up of any fund.

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	30/09/21	Issued	Cancelled	Converted	30/09/22
Share Class A Income	189,107,682	14,609,327	(10,695,694)	—	193,021,315
Share Class A Accumulation	113,188,392	19,282,849	(4,103,904)	—	128,367,337

13. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2021: nil).

14. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 19 to 20 of the report.

(a) Foreign currency risk

A proportion of the financial net assets of the Fund are denominated in currencies other than sterling with the effect that the balance sheet and total return can be affected by currency movements.

The table below shows the foreign currency risk profile at the balance sheet date:

Currency	Net foreign currency exposure	
	30/09/22 £'000	30/09/21 £'000
Australian Dollar	5,009	8,312
Canadian Dollar	3,646	3,638
Colombian Peso	2,381	2,465
Euro	32,526	23,487
Hong Kong Dollar	14,686	22,731
Indian Rupee	—	7,172
Indonesian Rupiah	2,057	3,789
Japanese Yen	—	1,538
Mexican Peso	14,174	12,594
New Taiwan Dollar	4,763	4,682
New Zealand Dollar	5,368	6,560
Peruvian Nouveau Sol	2,532	2,296
Singapore Dollar	2,099	2,570
South Korean Won	7,227	10,053
Swiss Franc	8,122	10,299
Thailand Baht	—	1,885
US Dollar	48,377	30,181
Total foreign currency exposure	152,967	154,252
Sterling	252,138	248,550
Total net assets	405,105	402,802

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

14. Derivatives and other financial instruments (continued)

(a) Foreign currency risk (continued)

If GBP to foreign currency exchange rates had strengthened/increased or weakened/decreased by 10% as at the balance sheet date, the net asset value of the fund would have decreased or increased by £15,297,000 (2021: £15,425,000). These calculations assume all other variables remain constant.

(b) Interest rate risk profile of financial assets and liabilities

The table below shows the interest rate risk profile at the balance sheet date:

Currency Assets	Floating rate financial assets £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
30/09/22				
Australian Dollar	23	8,686	5,375	14,084
Canadian Dollar	37	8,242	3,697	11,976
Colombian Peso	—	2,348	33	2,381
Euro	—	17,631	37,280	54,911
Hong Kong Dollar	185	—	14,501	14,686
Indonesian Rupiah	—	1,997	60	2,057
Mexican Peso	—	7,025	7,149	14,174
New Taiwan Dollar	—	—	4,763	4,763
New Zealand Dollar	—	17,347	5,969	23,316
Peruvian Nouveau Sol	—	2,506	26	2,532
Singapore Dollar	48	—	2,051	2,099
South Korean Won	—	—	7,227	7,227
Sterling	15,547	23,749	217,076	256,372
Swiss Franc	—	—	8,122	8,122
US Dollar	—	48,633	62,007	110,640
Total	15,840	138,164	375,336	529,340

Notes to the Financial Statements (continued)
For the year ended 30 September 2022

14. Derivatives and other financial instruments (continued)

(b) Interest rate risk profile of financial assets and liabilities (continued)

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
Currency Assets				
30/09/21				
Australian Dollar	56	4,494	8,056	12,606
Canadian Dollar	25	—	3,613	3,638
Colombian Peso	—	2,436	29	2,465
Euro	59	11,934	34,491	46,484
Hong Kong Dollar	98	—	22,634	22,732
Indian Rupee	—	—	7,172	7,172
Indonesian Rupiah	—	1,859	1,930	3,789
Japanese Yen	—	—	1,538	1,538
Mexican Peso	—	6,463	6,131	12,594
New Taiwan Dollar	2	—	4,680	4,682
New Zealand Dollar	99	—	6,461	6,560
Peruvian Nouveau Sol	—	2,276	20	2,296
Singapore Dollar	—	—	2,570	2,570
South Korean Won	—	—	10,053	10,053
Sterling	7,713	8,358	237,049	253,120
Swiss Franc	—	—	10,299	10,299
Thailand Baht	—	—	1,885	1,885
US Dollar	52	23,712	56,557	80,321
Total	8,104	61,532	415,168	484,804
Currency Liabilities				
30/09/22				
Australian Dollar	—	—	9,075	9,075
Canadian Dollar	—	—	8,330	8,330
Euro	—	—	22,383	22,383
New Zealand Dollar	—	—	17,948	17,948
Sterling	—	—	4,232	4,232
US Dollar	—	—	62,267	62,267
Total	—	—	124,235	124,235

Notes to the Financial Statements (continued)
For the year ended 30 September 2022

14. Derivatives and other financial instruments (continued)

(b) Interest rate risk profile of financial assets and liabilities (continued)

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Financial liabilities not carrying interest £'000	Total £'000
Currency Liabilities				
30/09/21				
Australian Dollar	—	—	4,294	4,294
Euro	—	—	22,997	22,997
Hong Kong Dollar	1	—	—	1
Sterling	—	—	4,570	4,570
US Dollar	—	—	50,140	50,140
Total	1	—	82,001	82,002

(c) Counterparty risk

The table below shows the counterparty risk as at the balance sheet date:

	Counterparty	Derivative Exposure £'000	Collateral Posted £'000	Collateral Received £'000	Collateral Asset Class
2022					
	Barclays	—	260	—	Cash
	Royal Bank of Canada	—	100	—	Cash
	State Street	—	120	—	Cash
	UBS	—	7,460	—	Cash
2021					
	Candian Imperial Bank of Commerce	1	—	—	-
	Citi	13	—	—	-
	HSBC	5	—	—	-
	State Street	—	2,120	—	Cash
	UBS	1	—	—	-

(d) Leverage

There was 40.14% leverage as at 30 September 2022, other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

	Average Leverage	Highest Leverage	Lowest Leverage	30/09/22
Multi-Asset Income	32.01%	91.58%	10.05%	40.14%

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

15. Portfolio transaction costs

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Analysis of total purchase costs				
Purchases in the year before transaction costs:				
Equities		115,371		80,120
Bonds		106,796		11,869
Collective Investment Schemes		4,767		18,559
		226,934		110,548
Commissions - Equities	20		24	
Commissions - Collective Investment Scheme	1		2	
Taxes - Equities	158		105	
Taxes - Collective Investment Schemes	5		13	
Total purchase costs		184		144
Gross purchase total		227,118		110,692
Analysis of total sale costs				
Gross sales in the year before transaction costs:				
Equities		119,905		65,969
Bonds		18,251		13,009
Collective Investment Schemes		67,393		13,452
		205,549		92,430
Commissions - Equities	(44)		(23)	
Commissions - Collective Investment Schemes	(29)		(7)	
Taxes - Equities	(20)		(9)	
Total sale costs		(93)		(39)
Total sales net of transaction costs		205,456		92,391

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

For the Fund's investment transactions in debt instruments any applicable transaction charges form part of the dealing spread for these instruments.

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

15. Portfolio transaction costs (continued)

	01/10/21 to 30/09/22 %	01/10/20 to 30/09/21 %
Transaction costs as percentage of principal amounts		
Purchases - Commissions		
Equities	0.0176	0.0294
Collective Investment Schemes	0.0264	0.0131
Purchases - Taxes		
Equities	0.1374	0.1317
Collective Investment Schemes	0.1074	0.0700
Sales - Commissions		
Equities	0.0364	0.0355
Collective Investment Schemes	0.0427	0.0490
Sales - Taxes		
Equities	0.0168	0.0137
Collective Investment Schemes	0.0002	0.0000
	01/10/21 to 30/09/22 %	01/10/20 to 30/09/21 %
Transaction costs as percentage of average net asset value		
Commissions	0.0225	0.0145
Taxes	0.0438	0.0329

At the balance sheet date the average portfolio dealing spread was 0.36 % (2021: 0.41%).

16. Post balance sheet events

Subsequent to the year end, the net asset value per unit of the fund has increased from 128.13p to 138.89p as at 25 January 2023. This movement takes into account routine transactions but also reflects the market movements of recent months.

17. Fair value disclosure

	30/09/22		30/09/21	
Valuation technique	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	293,829	—	348,609	—
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	103,290	(7,765)	50,574	(1,801)
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability	—	—	—	—
	397,119	(7,765)	399,183	(1,801)

Distribution Table

As at 30 September 2022

First Distribution in pence per Share

- Group 1 Shares purchased prior to 1 October 2021
 Group 2 Shares purchased on or after 1 October 2021 to 31 December 2021

	Net revenue (p)	Equalisation (p)	Distribution paid 26/02/22 (p)	Distribution paid 26/02/21 (p)
Share Class A Income				
Group 1	1.1799	—	1.1799	1.1123
Group 2	0.6337	0.5462	1.1799	1.1123
Share Class A Accumulation				
Group 1	1.5462	—	1.5462	1.3988
Group 2	0.7896	0.7566	1.5462	1.3988

Interim Distribution in pence per Share

- Group 1 Shares purchased prior to 1 October 2021
 Group 2 Shares purchased on or after 1 October 2021 to 31 March 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/05/22 (p)	Distribution paid 28/05/21 (p)
Share Class A Income				
Group 1	1.1248	—	1.1248	1.0525
Group 2	0.4959	0.6289	1.1248	1.0525
Share Class A Accumulation				
Group 1	1.4878	—	1.4878	1.3375
Group 2	0.7050	0.7828	1.4878	1.3375

Third Distribution in pence per Share

- Group 1 Shares purchased prior to 1 April 2022
 Group 2 Shares purchased on or after 1 April 2022 to 30 June 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/08/22 (p)	Distribution paid 31/08/21 (p)
Share Class A Income				
Group 1	1.0503	—	1.0503	1.3639
Group 2	0.4403	0.6100	1.0503	1.3639
Share Class A Accumulation				
Group 1	1.4021	—	1.4021	1.7463
Group 2	0.7039	0.6982	1.4021	1.7463

Distribution Table (continued)**As at 30 September 2022****Final Distribution in pence per Share**

Group 1 Shares purchased prior to 1 April 2022

Group 2 Shares purchased on or after 1 April 2022 to 30 September 2022

	Net revenue (p)	Equalisation (p)	Distribution payable 30/11/22 (p)	Distribution paid 30/11/21 (p)
Share Class A Income				
Group 1	1.1113	—	1.1113	1.2820
Group 2	0.5707	0.5406	1.1113	1.2820
Share Class A Accumulation				
Group 1	1.4971	—	1.4971	1.6615
Group 2	0.6100	0.8871	1.4971	1.6615

Investment Manager's Report

For the year ended 30 September 2022

Investment Objective

The Fund aims to achieve a return, over a five year rolling period, and after all fees and expenses, consisting primarily of capital growth (and potentially a low level of income) which exceeds a composite benchmark based on the FTSE All Share TR Index (40%), the Russell 1000 TR Index (15%), the MSCI Daily (ex UK) EAFE TR Index (25%), the MSCI Daily Net EM TR Index (15%) and the ICE BoAML Sterling Broad Market TR Index (5%).

Investment Policy

It is expected that exposure to equities will make up the majority (defined as at least 51%) of the Fund's assets. However, investments will not be confined to any particular sector.

At least 70% of exposure will be achieved through investment in collective investment schemes (including exchange traded funds and other schemes managed and operated by the ACD or its associates). The Fund may also invest in transferable securities, money market instruments, warrants, cash, near cash and deposits as detailed in the Prospectus.

Use may also be made of stock lending, temporary borrowing and cash holdings. Derivatives may also be used for the purposes of hedging and efficient portfolio management.

Benchmark

The performance of the Fund will be measured against a composite benchmark which is rebalanced monthly for target return purposes based on the FTSE All Share TR Index (40%), the Russell 1000 TR Index (15%), the MSCI Daily (ex UK) EAFE TR Index (25%), the MSCI Daily Net EM TR Index (15%) and the ICE BoAML Sterling Broad Market TR Index (5%).

These benchmarks were chosen as they were considered a fair representation of the assets in which the fund will invest, in line with its investment objectives and policy.

Portfolio Review

Over the period the fund returned -11.21% [source: Return after operating charges on Accumulation class as per Comparative Table] and the benchmark returned -7.53% [source: Financial Express, bid to bid, net income reinvested].

The Fund was positioned constructively throughout 2021 as the global economies were reopening from COVID-19 lockdowns. The bullish view was based on the expectation that a strong consumer, robust corporate investment, and government policies would support markets. Towards the end of 2021, concerns around long lasting inflation, tighter monetary policy, an energy crisis, and supply chain bottlenecks were at the forefront. This led to a reduction in equities in favour of traditional safe assets like government bonds in the Fund.

In the US market, we took note of the risk that stickier inflation on the back of more solid demand coupled with a COVID-19 supply shock could result in a wage-price spiral. The Team's expected response given these conditions was accelerated tightening by the Federal Reserve (the 'Fed'). While the Fund held a modest underweight to stocks in the first quarter of 2022, we continued to reduce equity exposure as evidence grew that the Fed would hike rates more aggressively for longer. Outside of the US, the UK and Eurozone's ongoing energy crisis, rapid interest rate increases and deteriorating economic growth outlook created a challenging environment for stocks and bonds.

The Fund saw a positive impact from asset allocation over the period. In Q4 2021 the Fund benefitted from selection within equities as an underweight to emerging markets equity in favour of UK was additive to relative performance. Equities in China, specifically, were one of the worst

Investment Manager's Report (continued)

For the year ended 30 September 2022

performers in the broader EM market as investors feared new lockdown restrictions would emerge because of the Covid-19 Omicron variant news. In Q1 2022 the Fund benefitted from an underweight in UK bonds as the Bank of England raised rates multiple times in the quarter citing geopolitical risks exacerbating already high inflation expectations. In Q2 2022 the Fund benefitted from defensive positioning. The period proved challenging for managers as nearly all major liquid asset indices sold off sharply. Markets continued their downward trajectory, pricing in a combination of slowing growth and tightening financial conditions. Shifting towards cash and cash equivalents in favour of stocks and bonds was additive to performance. In Q3 2022 volatility once again dominated equity markets. The overall market was weighed down by several factors including hawkish central banks, upside surprises to inflation, the Russia-Ukraine War and the anticipation of an energy crisis during winter in Europe. Once again underweights to equities in favour of cash was a top contributor to performance as traditional safe assets like global bonds and UK bonds experienced comparable levels of drawdown.

Despite the positive impact from asset allocation over the period, the Fund underperformed the benchmark due to negative contribution from manager selection. Active managers, particularly in equities, struggled in early 2022. A pronounced value/growth style reversal proved challenging for many security-selection approaches that had been top performers over previous quarters. UK equity managers had the most difficult time as the benchmark index features significant exposure to energy and mining-related companies. These commodity related stocks were boosted by rising energy prices on the back of the Russia/Ukraine conflict. Geopolitical risks are difficult to anticipate and challenging to position for. In this environment the benchmark index proved difficult to beat over the first half of 2022. While manager selection detracted for the period, the Fund experienced a bounce back in Q3 2022 as managers were rewarded with 'growth' outperforming 'value' in the quarter after underperforming by 20.7% over the previous nine months.

Investment Manager

PineBridge Investments Europe Limited
October 2022

Material Portfolio Changes

For the year ended 30 September 2022

Purchases		Sales	
Portfolio Name	Cost £'000	Portfolio Name	Proceeds £'000
iShares Core FTSE 100	3,154	iShares Core FTSE 100	5,087
Vanguard FTSE Developed Europe ex-UK	1,536	Vanguard FTSE Developed Europe ex-UK	4,042
iShares Core MSCI Pacific ex-Japan	826	Legal & General UK Index	3,346
iShares Core UK Gilts	546	Vanguard S&P 500	3,173
iShares Core MSCI Japan	497	Vanguard FTSE 250	2,945
Redwheel Nissay Japan Focus	495	iShares Core MSCI USD Emerging Markets	2,052
iShares Core GBP Corporate Bond	461	TM CRUX European Special Situations	1,521
LF Lindsell Train UK Equity	368	iShares MSCI Japan	1,394
iShares Edge MSCI USA Quality Factor	285	Ardevora UK Equity	1,379
iShares USD Treasury Bond 20+yr	267	JOHCM UK Dynamic	1,293

Comparative Table
As at 30 September 2022

	30/09/22 (p)	B Income 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	175.09	143.93	152.68
Return before operating charges*	(17.67)	34.66	(5.10)
Operating charges	(1.88)	(1.75)	(1.94)
Return after operating charges	(19.55)	32.91	(7.04)
Distributions	(3.29)	(1.75)	(1.71)
Closing net asset value per share	152.25	175.09	143.93
*after direct transaction cost of:	0.07	0.06	0.01
Performance			
Return after operating charges	(11.17%)	22.87%	(4.61%)
Other information			
Closing net asset value (£'000)	2,977	3,328	2,624
Closing number of shares	1,955,359	1,900,657	1,822,984
Operating charges	1.11%	1.05%	1.33%
Direct transaction costs	0.04%	0.03%	0.00%
Prices (p)**			
Highest share price	182.28	181.35	161.09
Lowest share price	155.78	141.11	117.37

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Comparative Table (continued)
As at 30 September 2022

	30/09/22 (p)	B Accumulation 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	254.19	206.83	216.56
Return before operating charges*	(25.72)	49.87	(6.97)
Operating charges	(2.77)	(2.51)	(2.76)
Return after operating charges	(28.49)	47.36	(9.73)
Distributions	(4.79)	(2.52)	(2.43)
Retained distributions on accumulation shares	4.79	2.52	2.43
Closing net asset value per share	225.70	254.19	206.83
*after direct transaction cost of:	0.10	0.08	0.01
Performance			
Return after operating charges	(11.21%)	22.90%	(4.49%)
Other information			
Closing net asset value (£'000)	14,441	46,625	43,197
Closing number of shares	6,398,150	18,342,425	20,884,961
Operating charges	1.11%	1.05%	1.33%
Direct transaction costs	0.04%	0.03%	0.00%
Prices (p)**			
Highest share price	264.64	261.65	228.38
Lowest share price	227.30	202.78	166.47

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Performance Information

As at 30 September 2022

Operating Charges

Date	AMC (%)	AMC rebate (%)	Other expenses (%)	Synthetic expense ratio (%)	Rebates from underlying funds (%)	Transaction costs (%)	Total operating charge (%)
30/09/22							
Share Class B Income	0.75	(0.12)	0.09	0.50	(0.11)	0.00	1.11
Share Class B Accumulation	0.75	(0.12)	0.09	0.50	(0.11)	0.00	1.11
30/09/21							
Share Class B Income	0.75	(0.12)	0.06	0.49	(0.14)	0.01	1.05
Share Class B Accumulation	0.75	(0.12)	0.06	0.49	(0.14)	0.01	1.05

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the OCF shall take account of the ongoing charges incurred in the underlying CIUs and disclose as a synthetic expense ratio.

Risk and Reward Profile

As at 30 September 2022

	<div> <div>Typically lower rewards</div> <div>Typically higher rewards</div> </div> <div> <div>Lower risks</div> <div>Higher risks</div> </div>						
Share Class B	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The risk and reward indicator table demonstrates where a Fund ranks in terms of its potential risk and return. The higher the rank the greater the potential reward but the greater the risk of losing money. The lowest category does not mean 'risk free'.
- The Fund appears as a "5" on the scale. This is because the Fund invests in assets that typically carry medium risk and offer medium rewards compared with other categories of assets.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement
As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Collective Investment Schemes 50.18% (47.31%)			
304,680	Artemis US Extended Alpha	980	5.63
72,675	BlackRock European Dynamic	525	3.01
283,911	JOHCM UK Dynamic	799	4.59
13,638	Jupiter UK Smaller Companies	20	0.12
404,704	Legal & General UK Index	1,338	7.68
268,525	LF Lindsell Train UK Equity	1,251	7.18
372,906	LF Majedie UK Equity	623	3.58
32,504	Matthews Asia Pacific Tiger	770	4.42
7,297	Redwheel Global Emerging Markets	1,487	8.54
3,765	Redwheel Nissay Japan Focus	577	3.31
132,794	TM Crux European Special Situations	370	2.12
		8,740	50.18
Exchange Traded Funds 46.30% (50.56%)			
391,500	iShares Core FTSE 100	2,641	15.16
3,600	iShares Core GBP Corporate Bond	405	2.32
4,800	iShares Core MSCI Japan	166	0.95
3,400	iShares Core MSCI Pacific ex-Japan	435	2.50
45,300	iShares Core UK Gilts	468	2.69
34,000	iShares Edge MSCI USA Quality Factor	263	1.51
47,400	iShares MSCI Japan	528	3.03
37,500	iShares USD Treasury Bond 20+yr	130	0.75
49,000	Vanguard FTSE Developed Europe ex-UK	1,278	7.34
28,100	Vanguard S&P 500	1,750	10.05
		8,064	46.30
Futures 0.29% (0.00%)			
(5)	FTSE 100 Index Futures December 2022	39	0.22
1	Japanese Topix Index Futures December 2022	17	0.10
(4)	US S&P 500 E Mini Index Futures December 2022	(5)	(0.03)
		51	0.29
Forward Currency Contracts (0.17%) (0.00%)			
	Sold EUR220,000 for GBP191,251 Settlement 21/12/2022	(4)	(0.02)
	Sold JPY104,470,000 for GBP631,996 Settlement 21/12/2022	(26)	(0.15)
		(30)	(0.17)

Portfolio Statement (continued)**As at 30 September 2022**

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
	Portfolio of investments	16,825	96.60
	Net other assets	593	3.40
	Net assets	17,418	100.00

All investments are Collective Investment Schemes unless otherwise stated.

Comparative figures shown above in brackets relate to 30 September 2021.

Gross purchases for the year: £8,548,000 [2021: £22,232,000].

Total sales net of transaction costs for the year: £35,476,000 [2021: £27,968,000].

Statement of Total Return

For the year ended 30 September 2022

	Note	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
		£'000	£'000	£'000	£'000
Income:					
Net capital (losses)/gains	2		(5,586)		9,543
Revenue	3	958		915	
Expenses	4	(327)		(405)	
Net revenue before taxation		631		510	
Taxation	5	—		—	
Net revenue after taxation			631		510
Total return before distributions			(4,955)		10,053
Distributions	6		(638)		(519)
Change in net assets attributable to Shareholders from investment activities			(5,593)		9,534

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 30 September 2022

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		49,953		45,821
Amounts receivable on issue of Shares	796		839	
Amounts payable on cancellation of Shares	(28,192)		(6,717)	
Dilution adjustment		(27,396)		(5,878)
Change in net assets attributable to Shareholders from investment activities (see above)		13		2
Retained distributions on accumulation Shares		(5,593)		9,534
		441		474
Closing net assets attributable to Shareholders		17,418		49,953

Balance Sheet

As at 30 September 2022

	Note	30/09/22		30/09/21	
		£'000	£'000	£'000	£'000
Assets:					
Fixed assets:					
Investments			16,860		48,890
Current assets:					
Debtors	7	74		66	
Cash and bank balances	8	596		1,139	
Total current assets			670		1,205
Total assets			17,530		50,095
Liabilities:					
Investment liabilities			(35)		—
Creditors:					
Distribution payable		(48)		(21)	
Other creditors	9	(29)		(121)	
Total creditors			(77)		(142)
Total liabilities			(112)		(142)
Net assets attributable to Shareholders			17,418		49,953

Notes to the Financial Statements

For the year ended 30 September 2022

1. Accounting basis and policies

The Fund's financial statements have been prepared on the basis detailed on pages 16 to 18.

2. Net capital (losses)/gains

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
The net capital (losses)/gains during the year comprise:		
Currency losses	(11)	(20)
Derivative contracts	(32)	—
Forward currency contracts	73	—
Non-derivative securities	(5,648)	9,510
Rebates received from underlying funds	33	44
Transaction charges	(1)	(1)
Trading error compensation	—	10
Net capital (losses)/gains	(5,586)	9,543

3. Revenue

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
AMC rebate	47	60
Bank interest	1	—
Franked dividends from Collective Investment Schemes	348	258
Offshore funds dividends	547	573
Overseas dividends	5	(2)
Rebates received from underlying funds	10	24
Unfranked dividends from Collective Investment Schemes	—	2
Total revenue	958	915

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

4. Expenses

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees	293	374
	293	374
Payable to the Depositary, associates of the Depositary and agents of either of them		
Depositary fees	10	11
Safe custody fees	3	3
	13	14
Other expenses		
Audit fees	9	10
Professional fees	7	5
Publication fees	5	2
	21	17
Total expenses	327	405

Audit fees are £8,125 ex Vat (2021: £7,750).

5. Taxation

(a) Analysis of the tax charge in the year

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Total taxation for the year (Note 5 (b))	—	—

(b) Factors affecting the tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2021: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Net revenue before taxation	631	510
Net revenue for the year multiplied by the standard rate of corporation tax	126	102
Effects of:		
Movement in excess management expenses	43	53
Rebated capital expenses deductible for tax purposes	7	9
Revenue not subject to corporation tax	(176)	(164)
Total tax charge for the year	—	—

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

5. Taxation (continued)

(c) Deferred tax

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior year.

(d) Factors that may affect future tax charges

At the year-end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £815,964 (2021: £773,274) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.

6. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Interim	230	199
Final	275	308
Add: Revenue paid on cancellation of shares	137	14
Deduct: Revenue received on creation of shares	(4)	(2)
Net distribution for the year	638	519
Reconciliation of net revenue after taxation to distributions		
Net revenue after taxation	631	510
Tax relief from capital*	7	9
Net distribution for the year	638	519

* Tax relief has arisen whereby excess revenue expenses have been utilised to reduce the tax arising on offshore capital gains and capital rebates from underlying funds.

Details of the distributions per share are set out in the distribution tables on page 119.

7. Debtors

	30/09/22 £'000	30/09/21 £'000
Amounts due for rebates from underlying funds	17	37
Amounts receivable for creation of shares	57	29
Total debtors	74	66

8. Cash and bank balances

	30/09/22 £'000	30/09/21 £'000
Cash and bank balances	504	1,139
Amount held at futures clearing houses and brokers	92	—
Total cash and bank balances	596	1,139

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

9. Other creditors

	30/09/22 £'000	30/09/21 £'000
Amounts payable for cancellation of shares	1	76
	1	76
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	11	31
	11	31
<i>Depositary and Agents</i>		
Depositary fees	3	2
Safe custody fees	1	—
	4	2
<i>Other accrued expenses</i>		
Audit fees	10	10
Professional fees	1	1
Publication fees	2	1
	13	12
Total other creditors	29	121

10. Related party transactions

Management fees paid to the ACD, are disclosed in note 4 and amounts due at the year-end are disclosed in note 9.

Monies received and paid by the ACD through the creation and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year-end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no shareholdings in the company at the year-end.

Significant shareholdings

As at the balance sheet date, the following had significant shareholdings within the Fund:

Shareholders	30/09/22 (%)	30/09/21 (%)
Scottish Equitable PLC	-	56.12
Sterling ISA Managers (Nominees) Limited	30.20	22.27
Zurich Assurance Limited	39.71	17.57

11. Share Classes

The Share Classes and ACD's Annual Management Charges ("AMC") applicable to each Share Class are as follows:

	%
Share Class B Income	0.75
Share Class B Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any fund.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

11. Share Classes (continued)

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	30/09/21	Issued	Cancelled	Converted	30/09/22
Share Class B Income	1,900,657	88,248	(33,546)	—	1,955,359
Share Class B Accumulation	18,342,425	265,922	(12,210,197)	—	6,398,150

12. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2021: nil).

13. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 19 to 20 of the report.

(a) Foreign currency risk

A proportion of the financial net assets of the Fund are denominated in currencies other than sterling with the effect that the balance sheet and total return can be affected by currency movements.

The Fund holds an insignificant foreign currency exposure at 30 September 2022 (2021: insignificant) therefore a currency table has not been disclosed.

Changes in exchange rates would have no material impact on the valuation of foreign currency financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

(b) Interest rate risk profile of financial assets and liabilities

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

As at 30 September 2022, 2.89% of the Fund's assets were interest bearing (2021: 2.28%).

Changes in interest rates would have no material impact on the valuation of financial assets or liabilities. Consequently, no sensitivity analysis has been presented.

(c) Counterparty risk

The table below shows the counterparty risk as at the balance sheet date:

	Counterparty	Derivative Exposure £'000	Collateral Posted £'000	Collateral Received £'000	Collateral Asset Class
2022	Morgan Stanley	21	—	—	

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

14. Portfolio transaction costs

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Analysis of total purchase costs				
Purchases in the year before transaction costs:				
Collective Investment Schemes		8,544		22,221
		8,544		22,221
Commissions - Collective Investment Scheme	4		11	
Total purchase costs		4		11
Gross purchase total		8,548		22,232
Analysis of total sale costs				
Gross sales in the year before transaction costs:				
Collective Investment Schemes		35,487		27,974
		35,487		27,974
Commissions - Collective Investment Schemes	(11)		(6)	
Total sale costs		(11)		(6)
Total sales net of transaction costs		35,476		27,968

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

	01/10/21 to 30/09/22	01/10/20 to 30/09/21
	%	%
Transaction costs as percentage of principal amounts		
Purchases - Commissions		
Collective Investment Schemes	0.0443	0.0491
Purchases - Taxes		
Collective Investment Schemes	0.0000	0.0000
Sales - Commissions		
Collective Investment Schemes	0.0313	0.0232
Sales - Taxes		
Collective Investment Schemes	0.0000	0.0000
	01/10/21 to 30/09/22	01/10/20 to 30/09/21
	%	%
Transaction costs as percentage of average net asset value		
Commissions	0.0384	0.0341
Taxes	0.0000	0.0000

At the balance sheet date the average portfolio dealing spread was 0.08% (2021: 0.08%).

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

15. Post balance sheet events

Subsequent to the year end, the net asset value per unit of the fund has increased from 211.26p to 227.14p as at 25 January 2023. This movement takes into account routine transactions but also reflects the market movements of recent months.

16. Fair value disclosure

Valuation technique	30/09/22		30/09/21	
	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	8,120	(5)	25,256	—
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	8,740	(30)	23,634	—
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability	—	—	—	—
	16,860	(35)	48,890	—

Distribution Table

As at 30 September 2022

Interim Distribution in pence per Share

- Group 1 Shares purchased prior to 1 October 2021
 Group 2 Shares purchased on or after 1 October 2021 to 31 March 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/05/22 (p)	Distribution paid 28/05/21 (p)
Share Class B Income				
Group 1	0.8554	—	0.8554	0.6645
Group 2	0.3990	0.4564	0.8554	0.6645
Share Class B Accumulation				
Group 1	1.2414	—	1.2414	0.9553
Group 2	0.3156	0.9258	1.2414	0.9553

Final Distribution in pence per Share

- Group 1 Shares purchased prior to 1 April 2022
 Group 2 Shares purchased on or after 1 April 2022 to 30 September 2022

	Net revenue (p)	Equalisation (p)	Distribution payable 30/11/22 (p)	Distribution paid 30/11/21 (p)
Share Class B Income				
Group 1	2.4342	—	2.4342	1.0860
Group 2	2.1686	0.2656	2.4342	1.0860
Share Class B Accumulation				
Group 1	3.5528	—	3.5528	1.5664
Group 2	2.0096	1.5432	3.5528	1.5664

Investment Manager's Report

For the year ended 30 September 2022

Investment Objective

The Fund aims to achieve a return, over a five year rolling period and after all fees and expenses, consisting primarily of capital growth (and potentially a low level of income) which exceeds a composite benchmark based on the FTSE All Share TR Index (30%), Russell 1000 TR Index (15%), MSCI Daily (ex UK) EAFE TR Index (15%), MSCI Daily Net EM TR Index (10%), SONIA GBP (5%), ICE BoAML Global Broad Market (5%) and the ICE BoAML Sterling Broad Market (20%).

Investment Policy

It is expected that at least 60% of Fund assets will be exposed to equities and fixed interest investments. However, investments will not be confined to any particular sector.

At least 70% of exposure will be achieved through investment in collective investment schemes (including exchange traded funds and other schemes managed and operated by the ACD or its associates). The Fund may also invest in transferable securities, money market instruments, warrants, cash, near cash and deposits as detailed in the Prospectus.

Derivatives may also be used for the purposes of hedging and efficient portfolio management.

Benchmark

The performance of the Fund will be measured against a composite benchmark which is rebalanced monthly for target return purposes based on the FTSE All Share TR Index (30%), Russell 1000 TR Index (15%), MSCI Daily (ex UK) EAFE TR Index (15%), MSCI Daily Net EM TR Index (10%), SONIA GBP (5%), ICE BoAML Global Broad Market (5%) and the ICE BoAML Sterling Broad Market (20%).

These benchmarks were chosen as they were considered a fair representation of the assets in which the fund will invest, in line with its investment objectives and policy.

Portfolio Review

Over the period the fund returned -13.21% [source: Return after operating charges on Accumulation class as per Comparative Table] and the benchmark returned -9.27% [source: Financial Express, bid to bid, net income reinvested].

The Fund was positioned constructively throughout 2021 as the global economies reopening from COVID-19 lockdowns. The bullish view was based on the expectation that a strong consumer, robust corporate investment, and government policies would support markets. Toward the end of 2021, concerns around long lasting inflation, tighter monetary policy, an energy crisis, and supply chain bottlenecks were at the forefront. This led to a reduction in equities in favour of traditional safe assets like government bonds in the Fund.

In the US market, we took note of the risk that stickier inflation on the back of more solid demand coupled with a COVID-19 supply shock could result in a wage-price spiral. The Team's expected response given these conditions was accelerated tightening by the Federal Reserve (the Fed). While the Fund held a modest underweight to stocks in the first quarter of 2022, we continued to reduce equity exposure as evidence grew that the Fed would hike rates more aggressively for longer. Outside of the US, the UK and Eurozone's ongoing energy crisis, rapid interest rate increases and deteriorating economic growth outlook created a challenging environment for stocks and bonds.

The Fund saw a positive impact from asset allocation over the period. In Q4 2021 the Fund benefitted from selection within equities as an underweight to emerging markets in favour of UK was additive to relative performance. Equities in China, specifically, were one of the worst performers in the broader EM market as investors feared new lockdown restrictions would emerge

Investment Manager's Report (continued)

For the year ended 30 September 2022

because of the Covid-19 Omicron variant news. In Q1 2022 the Fund benefitted from an underweight in UK bonds as the Bank of England raised rates multiple times in the quarter citing geopolitical risks exacerbating already high inflation expectations. In Q2 2022 the Fund benefitted from defensive positioning. The period proved challenging for managers as nearly all major liquid asset indices sold off sharply. Markets continued their downward trajectory, pricing in a combination of slowing growth and tightening financial conditions. Shifting towards cash and cash equivalents in favour of stocks and bonds was additive to performance. In Q3 2022 volatility once again dominated equity markets. The overall market was weighed down by several factors including hawkish central banks, upside surprises to inflation, the Russia Ukraine War and the anticipation of an energy crisis during winter in Europe. Once again underweights to equities in favour of cash was a top contributor to performance as traditional safe assets like global bonds and UK bonds experienced comparable levels of drawdown.

Despite the positive impact from asset allocation over the period, the Fund underperformed the benchmark due to negative contribution from manager selection. Active managers, particularly in equities, struggled in early 2022. A pronounced value/growth style reversal proved challenging for many security selection approaches that had been top performers over previous quarters. UK equity managers had the most difficult time as the benchmark index features significant exposure to energy and mining-related companies. These commodity related stocks were boosted by rising energy prices on the back of the Russia/Ukraine conflict. Geopolitical risks are difficult to anticipate and challenging to position for. In this environment the benchmark index proved difficult to beat over the first half of 2022. While manager selection detracted for the period, the Fund experienced a bounce back in Q3 2022 as managers were rewarded with growth outperforming value in the quarter after underperforming by 20.7% over the previous nine months¹.

¹Source, Bloomberg; Based on returns of MSCI UK Growth NTR Local Index and MSCI UK Value NTR Local Index

Investment Manager

PineBridge Investments Europe Limited
October 2022

Material Portfolio Changes

For the year ended 30 September 2022

Purchases		Sales	
Portfolio Name	Cost £'000	Portfolio Name	Proceeds £'000
iShares Core FTSE 100 UCITS ETF	7,353	iShares Core FTSE 100 UCITS ETF	10,928
iShares Core UK Gilts UCITS ETF	4,067	Vanguard S&P 500 UCITS ETF	8,429
Vanguard FTSE Developed Europe ex UK UCITS ETF	2,418	Vanguard FTSE 250 UCITS ETF	6,019
iShares Core MSCI Pacific ex-Japan UCITS ETF	1,601	Vanguard FTSE Developed Europe ex UK UCITS ETF	5,953
LF Lindsell Train UK Equity Fund	1,318	iShares Core GBP Corp Bond UCITS ETF	4,373
Redwheel Nissay Japan Focus Fund	991	Ardevora UK Equity Fund C GBP Acc	3,630
iShares Core MSCI Japan IMI UCITS ETF	976	iShares Core MSCI Japan IMI UCITS ETF	2,843
iShares USD Treasury Bond 20+yr UCITS ETF	785	JO Hambro Capital Management UK Umbrella Fund - UK Dynamic Fund	2,629
iShares Edge MSCI USA Quality Factor UCITS ETF	672	iShares Core MSCI EM IMI UCITS ETF	2,280
Artemis US Extended Alpha Fund	201	TwentyFour Corporate Bond Fund	2,245

Comparative Table
As at 30 September 2022

	30/09/22 (p)	B Income 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	159.19	138.81	143.92
Return before operating charges*	(19.38)	23.85	(1.61)
Operating charges	(1.55)	(1.53)	(1.81)
Return after operating charges	(20.93)	22.32	(3.42)
Distributions	(2.90)	(1.94)	(1.69)
Closing net asset value per share	135.36	159.19	138.81
*after direct transaction cost of:	0.05	0.06	0.00
Performance			
Return after operating charges	(13.15%)	16.08%	(2.38%)
Other information			
Closing net asset value (£'000)	3,903	4,266	3,955
Closing number of shares	2,883,765	2,679,916	2,849,069
Operating charges	1.02%	1.00%	1.30%
Direct transaction costs	0.03%	0.04%	0.00%
Prices (p)**			
Highest share price	164.48	164.72	150.16
Lowest share price	138.33	137.18	117.81

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Comparative Table (continued)
As at 30 September 2022

	30/09/22 (p)	B Accumulation 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	247.17	212.89	217.87
Return before operating charges*	(30.21)	36.63	(2.22)
Operating charges	(2.44)	(2.35)	(2.76)
Return after operating charges	(32.65)	34.28	(4.98)
Distributions	(4.52)	(2.98)	(2.56)
Retained distributions on accumulation shares	4.52	2.98	2.56
Closing net asset value per share	214.52	247.17	212.89
*after direct transaction cost of:	0.08	0.09	0.01
Performance			
Return after operating charges	(13.21%)	16.10%	(2.29%)
Other information			
Closing net asset value (£'000)	56,614	126,821	122,102
Closing number of shares	26,391,410	51,309,709	57,355,354
Operating charges	1.02%	1.00%	1.30%
Direct transaction costs	0.03%	0.04%	0.00%
Prices (p)**			
Highest share price	255.39	253.70	227.26
Lowest share price	216.08	210.38	178.35

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Performance Information

As at 30 September 2022

Operating Charges

Date	AMC (%)	AMC rebate (%)	Other expenses (%)	Synthetic expense ratio (%)	Rebates from underlying funds (%)	Transaction costs (%)	Total operating charge (%)
30/09/22							
Share Class B Income	0.75	(0.12)	0.04	0.42	(0.07)	0.00	1.02
Share Class B Accumulation	0.75	(0.12)	0.04	0.42	(0.07)	0.00	1.02
30/09/21							
Share Class B Income	0.75	(0.12)	0.04	0.42	(0.09)	0.00	1.00
Share Class B Accumulation	0.75	(0.12)	0.04	0.42	(0.09)	0.00	1.00

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the OCF shall take account of the ongoing charges incurred in the underlying CIUs and disclose as a synthetic expense ratio.

Risk and Reward Profile

As at 30 September 2022

	<div> <div>Typically lower rewards</div> <div>Typically higher rewards</div> </div> <div> <div>Lower risks</div> <div>Higher risks</div> </div>						
Share Class B	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The risk and reward indicator table demonstrates where a Fund ranks in terms of its potential risk and return. The higher the rank the greater the potential reward but the greater the risk of losing money. The lowest category does not mean 'risk free'.
- The Fund appears as a "5" on the scale. This is because the Fund invests in assets that typically carry medium risk and offer medium rewards compared with other categories of assets.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement

As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Collective Investment Schemes 42.97% (39.81%)			
1,040,453	Artemis US Extended Alpha	3,346	5.53
152,670	BlackRock European Dynamic	1,104	1.82
653,043	JOHCM UK Dynamic	1,837	3.04
26,409	Jupiter UK Smaller Companies	39	0.06
794,739	LF Lindsell Train UK Equity	3,702	6.12
920,614	LF Majedie UK Equity	1,538	2.54
75,905	Matthews Asia Pacific Tiger	1,799	2.97
167,980	PIMCO Global Investment Grade Credit	3,064	5.06
15,585	Redwheel Global Emerging Markets	3,177	5.25
8,280	Redwheel Nissay Japan Focus	1,268	2.10
412,372	TM Crux European Special Situations	1,148	1.90
39,217	TwentyFour Corporate Bond	3,983	6.58
		26,005	42.97
Exchange Traded Funds 52.94% (55.28%)			
1,567,500	iShares Core FTSE 100	10,575	17.47
44,100	iShares Core GBP Corporate Bond	4,956	8.19
35,700	iShares Core MSCI Japan	1,235	2.04
7,300	iShares Core MSCI Pacific ex-Japan	934	1.54
415,700	iShares Core UK Gilts	4,296	7.10
80,100	iShares Edge MSCI USA Quality Factor	620	1.03
33,600	iShares MSCI Japan	374	0.62
209,400	iShares USD Treasury Bond 20+yr	723	1.20
78,500	Vanguard FTSE Developed Europe ex-UK	2,048	3.38
100,800	Vanguard S&P 500	6,278	10.37
		32,039	52.94
Futures 0.29% (0.00%)			
(13)	FTSE 100 Index Futures December 2022	45	0.08
3	Japanese Topix Index Futures December 2022	(14)	(0.02)
(11)	US S&P 500 E Mini Index Futures December 2022	140	0.23
		171	0.29

Portfolio Statement (continued)**As at 30 September 2022**

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Forward Currency Contracts (0.17%) (0.00%)			
	Sold EUR2,100,000 for GBP1,825,573 Settlement 21/12/2022	(36)	(0.06)
	Sold JPY259,470,000 for GBP1,569,675 Settlement 21/12/2022	(66)	(0.11)
		(102)	(0.17)
	Portfolio of investments	58,113	96.03
	Net other assets	2,404	3.97
	Net assets	60,517	100.00

All investments are Collective Investment Schemes unless otherwise stated.

Comparative figures shown above in brackets relate to 30 September 2021.

Gross purchases for the year: £20,381,000 [2021: £61,934,000].

Total sales net of transaction costs for the year: £71,614,000 [2021: £80,886,000].

Statement of Total Return

For the year ended 30 September 2022

	Note	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
		£'000	£'000	£'000	£'000
Income:					
Net capital (losses)/gains	2		(16,443)		18,008
Revenue	3	2,660		2,673	
Expenses	4	(840)		(1,043)	
Net revenue before taxation		1,820		1,630	
Taxation	5	(51)		(1)	
Net revenue after taxation			1,769		1,629
Total return before distributions			(14,674)		19,637
Distributions	6		(1,780)		(1,642)
Change in net assets attributable to Shareholders from investment activities			(16,454)		17,995

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 30 September 2022

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		131,087		126,057
Amounts receivable on issue of Shares	2,409		5,993	
Amounts payable on cancellation of Shares	(58,058)		(20,522)	
Dilution adjustment		(55,649)		(14,529)
		34		4
Change in net assets attributable to Shareholders from investment activities (see above)		(16,454)		17,995
Retained distributions on accumulation Shares		1,499		1,560
Closing net assets attributable to Shareholders		60,517		131,087

Balance Sheet

As at 30 September 2022

	Note	30/09/22		30/09/21	
		£'000	£'000	£'000	£'000
Assets:					
Fixed assets:					
Investments			58,229		124,657
Current assets:					
Debtors	7	91		197	
Cash and bank balances	8	2,823		6,608	
Total current assets			2,914		6,805
Total assets			61,143		131,462
Liabilities:					
Investment liabilities			(116)		—
Creditors:					
Distribution payable		(57)		(34)	
Other creditors	9	(453)		(341)	
Total creditors			(510)		(375)
Total liabilities			(626)		(375)
Net assets attributable to Shareholders			60,517		131,087

Notes to the Financial Statements

For the year ended 30 September 2022

1. Accounting basis and policies

The Fund's financial statements have been prepared on the basis detailed on pages 16 to 18.

2. Net capital (losses)/gains

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
The net capital (losses)/gains during the year comprise:		
Brokers commission on futures	(1)	—
Currency losses	(34)	(57)
Derivative contracts	135	—
Forward currency contracts	29	—
Non-derivative securities	(16,631)	17,998
Rebates received from underlying funds	60	69
Transaction charges	(1)	(2)
Net capital (losses)/gains	(16,443)	18,008

3. Revenue

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
AMC rebate	127	159
Bank interest	2	—
Franked dividends from Collective Investment Schemes	414	296
Offshore funds dividends	2,091	2,171
Overseas dividends	13	(9)
Rebates received from underlying funds	13	54
Unfranked dividends from Collective Investment Schemes	—	2
Total revenue	2,660	2,673

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

4. Expenses

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees	795	993
	795	993
Payable to the Depositary, associates of the Depositary and agents of either of them		
Depositary fees	16	24
Safe custody fees	8	9
	24	33
Other expenses		
Audit fees	9	10
Professional fees	6	5
Publication fees	6	2
	21	17
Total expenses	840	1,043

Audit fees are £8,125 ex Vat (2021: £7,750).

5. Taxation

(a) Analysis of the tax charge in the year

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Corporation tax	51	1
Total taxation for the year (Note 5 (b))	51	1

(b) Factors affecting the tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2021: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Net revenue before taxation	1,820	1,630
Net revenue for the year multiplied by the standard rate of corporation tax	364	326
Effects of:		
Rebated capital expenses deductible for tax purposes	11	13
Revenue not subject to corporation tax	(324)	(338)
Total tax charge for the year	51	1

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

5. Taxation (continued)

(c) Deferred tax

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior year.

6. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Interim	713	562
Final	869	1,052
Add: Revenue paid on cancellation of shares	209	44
Deduct: Revenue received on creation of shares	(11)	(16)
Net distribution for the year	1,780	1,642
Reconciliation of net revenue after taxation to distributions		
Net revenue after taxation	1,769	1,629
Tax relief from capital*	11	13
Net distribution for the year	1,780	1,642

* Tax relief has arisen whereby excess revenue expenses have been utilised to reduce the tax arising on offshore capital gains and capital rebates from underlying funds.

Details of the distributions per share are set out in the distribution tables on page 137.

7. Debtors

	30/09/22 £'000	30/09/21 £'000
Accrued revenue	—	27
Amounts due for rebates from underlying funds	41	83
Amounts receivable for creation of shares	49	8
Dilution adjustment receivable	1	—
Income tax recoverable	—	79
Total debtors	91	197

8. Cash and bank balances

	30/09/22 £'000	30/09/21 £'000
Cash and bank balances	2,690	6,608
Amount held at futures clearing houses and brokers	133	—
Total cash and bank balances	2,823	6,608

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

9. Other creditors

	30/09/22 £'000	30/09/21 £'000
Amounts payable for cancellation of shares	347	168
Corporation tax payable	46	73
	393	241
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	39	82
	39	82
<i>Depositary and Agents</i>		
Depositary fees	4	3
Safe custody fees	3	2
	7	5
<i>Other accrued expenses</i>		
Audit fees	10	10
Professional fees	1	1
Publication fees	3	2
	14	13
Total other creditors	453	341

10. Related party transactions

Management fees paid to the ACD, are disclosed in note 4 and amounts due at the year-end are disclosed in note 9.

Monies received and paid by the ACD through the creation and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year-end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no shareholdings in the company at the year-end.

Significant shareholdings

As at the balance sheet date, the following had significant shareholdings within the Fund:

Shareholders	30/09/22 (%)	30/09/21 (%)
Scottish Equitable PLC	—	38.10
Zurich Assurance Limited	54.22	32.82
Sterling ISA Managers (Nominees) Limited	19.03	25.67

11. Share Classes

The Share Classes and ACD's Annual Management Charges ("AMC") applicable to each Share Class are as follows:

	%
Share Class B Income	0.75
Share Class B Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any fund.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

11. Share Classes (continued)

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	30/09/21	Issued	Cancelled	Converted	30/09/22
Share Class B Income	2,679,916	531,158	(327,309)	—	2,883,765
Share Class B Accumulation	51,309,709	682,230	(25,600,529)	—	26,391,410

12. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2021: nil).

13. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 19 to 20 of the report.

(a) Foreign currency risk

A proportion of the financial net assets of the Fund are denominated in currencies other than sterling with the effect that the balance sheet and total return can be affected by currency movements.

The Fund holds an insignificant foreign currency exposure at 30 September 2022 (2021: insignificant) therefore a currency table has not been disclosed.

Changes in exchange rates would have no material impact on the valuation of foreign currency financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

(b) Interest rate risk profile of financial assets and liabilities

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

As at 30 September 2022, 4.45% of the Fund's assets were interest bearing (2021: 5.04%).

Changes in interest rates would have no material impact on the valuation of financial assets or liabilities. Consequently, no sensitivity analysis has been presented.

(c) Counterparty risk

The table below shows the counterparty risk as at the balance sheet date:

2022	Counterparty	Derivative Exposure	Collateral Posted	Collateral Received	Collateral Asset Class
		£'000	£'000	£'000	
	Morgan Stanley	69	—	—	

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

14. Portfolio transaction costs

	01/10/21 to 30/09/22 £'000 £'000		01/10/20 to 30/09/21 £'000 £'000	
Analysis of total purchase costs				
Purchases in the year before transaction costs:				
Collective Investment Schemes		20,372		61,904
		20,372		61,904
Commissions - Collective Investment Scheme	9		30	
Total purchase costs		9		30
Gross purchase total		20,381		61,934
Analysis of total sale costs				
Gross sales in the year before transaction costs:				
Collective Investment Schemes		71,639		80,904
		71,639		80,904
Commissions - Collective Investment Schemes	(25)		(17)	
Total sale costs		(25)		(17)
Total sales net of transaction costs		71,614		80,887

	01/10/21 to 30/09/22 %	01/10/20 to 30/09/21 %
Transaction costs as percentage of principal amounts		
Purchases - Commissions		
Collective Investment Schemes	0.0438	0.0491
Purchases - Taxes		
Collective Investment Schemes	0.0000	0.0000
Sales - Commissions		
Collective Investment Schemes	0.0354	0.0215
Sales - Taxes		
Collective Investment Schemes	0.0000	0.0000
Transaction costs as percentage of average net asset value		
Commissions	0.0321	0.0355
Taxes	0.0000	0.0000

At the balance sheet date the average portfolio dealing spread was 1.73% (2021: 0.07%).

15. Post balance sheet events

Subsequent to the year end, the net asset value per unit of the fund has increased from 208.54p to 222.99p as at 25 January 2023. This movement takes into account routine transactions but also reflects the market movements of recent months.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

16. Fair value disclosure

Valuation technique	30/09/22		30/09/21	
	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	32,224	(14)	72,472	—
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	26,005	(102)	52,185	—
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability	—	—	—	—
	58,229	(116)	124,657	—

Distribution Table

As at 30 September 2022

Interim Distribution in pence per Share

- Group 1 Shares purchased prior to 1 October 2021
 Group 2 Shares purchased on or after 1 October 2021 to 31 March 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/05/22 (p)	Distribution paid 28/05/21 (p)
Share Class B Income				
Group 1	0.9298	—	0.9298	0.6511
Group 2	0.4475	0.4823	0.9298	0.6511
Share Class B Accumulation				
Group 1	1.4434	—	1.4434	0.9974
Group 2	0.7344	0.7090	1.4434	0.9974

Final Distribution in pence per Share

- Group 1 Shares purchased prior to 1 April 2022
 Group 2 Shares purchased on or after 1 April 2022 to 30 September 2022

	Net revenue (p)	Equalisation (p)	Distribution payable 30/11/22 (p)	Distribution paid 30/11/21 (p)
Share Class B Income				
Group 1	1.9703	—	1.9703	1.2854
Group 2	0.8635	1.1068	1.9703	1.2854
Share Class B Accumulation				
Group 1	3.0790	—	3.0790	1.9839
Group 2	1.7102	1.3688	3.0790	1.9839

Investment Manager's Report

For the year ended 30 September 2022

Investment Objective

The Fund aims to achieve a return, over a five year rolling period and after all fees and expenses, consisting primarily of capital growth (and potentially a low level of income) which exceeds a composite benchmark based on the FTSE All Share TR Index (20%), Russell 1000 TR Index (10%), MSCI Daily (ex UK) EAFE TR Index (10%), SONIA GBP (10%), ICE BoAML Global Broad Market TR Index (15%) and ICE BoAML Sterling Broad Market TR Index (35%).

Investment Policy

It is expected that at least 51% of the fund's exposures will be to cash, cash equivalents and fixed income investments. The balance of the fund's exposure will be to equities. Investments will not be confined to any particular sector.

At least 70% of exposure will be achieved through investment in collective investment schemes (including exchange traded funds and other schemes managed and operated by the ACD or its associates). The remainder of the fund may be invested directly in transferable securities, money market instruments, warrants, cash, near cash and deposits as detailed in the Prospectus.

Derivatives may also be used for the purposes of hedging and efficient portfolio management.

Benchmark

The performance of the Fund will be measured against a composite benchmark which is rebalanced monthly for target return purposes based on the FTSE All Share TR Index (20%), Russell 1000 TR Index (10%), MSCI Daily (ex UK) EAFE TR Index (10%), SONIA GBP (10%), ICE BoAML Global Broad Market TR Index (15%) and ICE BoAML Sterling Broad Market TR Index (35%).

These benchmarks were chosen as they were considered a fair representation of the assets in which the fund will invest, in line with its investment objectives and policy.

Portfolio Review

Over the period the fund returned -15.44% [source: Return after operating charges on Accumulation class as per Comparative Table] and the benchmark returned -11.17% [source: Financial Express, bid to bid, net income reinvested].

The Fund was positioned constructively throughout 2021 as global economies were reopening from COVID-19 lockdowns. The bullish view was based on the expectation that a strong consumer, robust corporate investment, and government policies would support markets. Toward the end of 2021, concerns around long lasting inflation, tighter monetary policy, an energy crisis, and supply chain bottlenecks were at the forefront. This led to a reduction in equities in favour of traditional safe assets like government bonds in the Fund.

In the US market, we took note of the risk that stickier inflation on the back of more solid demand coupled with a COVID-19 supply shock could result in a wage-price spiral. The Team's expected response given these conditions was accelerated tightening by the Federal Reserve (the 'Fed'). While the Fund held a modest underweight to stocks in the first quarter of 2022, we continued to reduce equity exposure as evidence grew, that the Fed would hike rates more aggressively for longer. Outside of the US, the UK and Eurozone's ongoing energy crisis, rapid interest rate increases and deteriorating economic growth outlook created a challenging environment for stocks and bonds.

The Fund saw a positive impact from asset allocation over the period. In Q4 2021 the Fund benefitted from selection within equities as an underweight to emerging markets in favour of UK was additive to relative performance. Equities in China, specifically, were one of the worst

Investment Manager's Report (continued)**For the year ended 30 September 2022**

performers in the broader EM market as investors feared new lockdown restrictions would emerge because of the Covid-19 Omicron variant news. In Q1 2022, the Fund benefitted from an underweight in UK bonds as the Bank of England raised rates multiple times in the quarter citing geopolitical risks exacerbating already high inflation expectations. In Q2 2022 the Fund benefitted from defensive positioning. The period proved challenging for managers as nearly all major liquid asset indices sold off sharply. Markets continued their downward trajectory, pricing in a combination of slowing growth and tightening financial conditions. Shifting towards cash and cash equivalents in favour of stocks and bonds was additive to performance. In Q3 2022 volatility once again dominated equity markets. The overall market was weighed down by several factors including hawkish central banks, upside surprises to inflation, the Russia Ukraine War and the anticipation of an energy crisis during winter in Europe. Once again underweights to equities in favour of cash was a top contributor to performance as traditional safe assets like global bonds and UK bonds experienced comparable levels of drawdown.

Despite the positive impact from asset allocation over the period, the Fund underperformed the benchmark due to negative contribution from manager selection. Active managers, particularly in equities, struggled in early 2022. A pronounced value/growth style reversal proved challenging for many security selection approaches that had been top performers over previous quarters. UK equity managers had the most difficult time as the benchmark index features significant exposure to energy and mining-related companies. These commodity related stocks were boosted by rising energy prices on the back of the Russia/Ukraine conflict. Geopolitical risks are difficult to anticipate and challenging to position for. In this environment the benchmark index proved difficult to beat over the first half of 2022. While manager selection detracted for the period, the Fund experienced a bounce back in Q3 2022 as managers were rewarded with growth outperforming value in the quarter after underperforming by 20.7% over the previous nine months.

Investment Manager

PineBridge Investments Europe Limited
October 2022

Material Portfolio Changes

For the year ended 30 September 2022

Purchases		Sales	
Portfolio Name	Cost £'000	Portfolio Name	Proceeds £'000
iShares Core FTSE 100	2,410	iShares Core GBP Corporate Bond	3,841
iShares Core UK Gilts	2,056	iShares Core FTSE 100	3,823
Vanguard FTSE Developed Europe ex-UK	1,382	Vanguard FTSE 250	2,560
S&P 500 E Mini Index Futures September 2022	921	iShares JPMorgan USD Emerging Markets Bond	2,290
iShares Core MSCI Japan	856	Vanguard FTSE Developed Europe ex-UK	2,036
LF Lindsell Train UK Equity	831	iShares Core MSCI Japan	1,909
HICL Infrastructure#	693	iShares GBP Corporate Bond 0-5yr	1,618
FTSE 100 Index Futures September 2022	635	Vanguard S&P 500	1,449
iShares USD Treasury Bond 20+yr	468	BlackRock European Dynamic	1,336
Renewables Infrastructure#	464	iShares EUR High Yield Corp Bond	1,244

#Investment Trust.

Comparative Table
As at 30 September 2022

	30/09/22 (p)	B Income 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	137.34	128.78	131.96
Return before operating charges*	(19.81)	11.43	(0.26)
Operating charges	(1.28)	(1.28)	(1.62)
Return after operating charges	(21.09)	10.15	(1.88)
Distributions	(2.02)	(1.59)	(1.30)
Closing net asset value per share	114.23	137.34	128.78
*after direct transaction cost of:	0.05	0.04	0.01
Performance			
Return after operating charges	(15.36%)	7.88%	(1.42%)
Other information			
Closing net asset value (£'000)	1,963	2,645	3,649
Closing number of shares	1,718,230	1,925,600	2,833,422
Operating charges	0.98%	0.95%	1.25%
Direct transaction costs	0.03%	0.03%	0.01%
Prices (p)**			
Highest share price	141.53	141.53	134.17
Lowest share price	115.28	126.69	115.94

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Comparative Table (continued)
As at 30 September 2022

	30/09/22 (p)	B Accumulation 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	221.30	205.09	207.96
Return before operating charges*	(32.09)	18.26	(0.32)
Operating charges	(2.07)	(2.05)	(2.55)
Return after operating charges	(34.16)	16.21	(2.87)
Distributions	(3.26)	(2.54)	(2.06)
Retained distributions on accumulation shares	3.26	2.54	2.06
Closing net asset value per share	187.14	221.30	205.09
*after direct transaction cost of:	0.07	0.06	0.01
Performance			
Return after operating charges	(15.44%)	7.90%	(1.38%)
Other information			
Closing net asset value (£'000)	34,915	65,671	69,963
Closing number of shares	18,657,470	29,675,630	34,113,698
Operating charges	0.98%	0.95%	1.25%
Direct transaction costs	0.03%	0.03%	0.00%
Prices (p)**			
Highest share price	228.06	226.58	211.46
Lowest share price	187.06	201.77	182.72

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Performance Information

As at 30 September 2022

Operating Charges

Date	AMC (%)	AMC rebate (%)	Other expenses (%)	Synthetic expense ratio (%)	Rebates from underlying funds (%)	Transaction costs (%)	Total operating charge (%)
30/09/22							
Share Class B Income	0.75	(0.12)	0.06	0.34	(0.05)	0.00	0.98
Share Class B Accumulation	0.75	(0.12)	0.06	0.34	(0.05)	0.00	0.98
30/09/21							
Share Class B Income	0.75	(0.12)	0.05	0.35	(0.08)	0.00	0.95
Share Class B Accumulation	0.75	(0.12)	0.05	0.35	(0.08)	0.00	0.95

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the OCF shall take account of the ongoing charges incurred in the underlying CIUs and disclose as a synthetic expense ratio.

Risk and Reward Profile

As at 30 September 2022

	<div> <div>Typically lower rewards</div> <div>Typically higher rewards</div> </div> <div> <div>Lower risks</div> <div>Higher risks</div> </div>						
Share Class B	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The risk and reward indicator table demonstrates where a Fund ranks in terms of its potential risk and return. The higher the rank the greater the potential reward but the greater the risk of losing money. The lowest category does not mean 'risk free'.
- The Fund appears as a "4" on the scale. This is because the Fund invests in assets that typically carry medium risk and offer medium rewards compared with other categories of assets.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement
As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Collective Investment Schemes 56.42% (46.63%)			
1,338,191	Allianz Gilt Yield	1,941	5.26
415,412	Artemis US Extended Alpha	1,336	3.62
288,493	BlackRock European Dynamic	596	1.62
1,967,035	BlackRock Overseas Corporate Bond Tracker	3,215	8.72
392,500	HICL Infrastructure#	634	1.72
1,444,734	iShares UK Gilts All Stocks Index	1,986	5.39
313,242	JOHCM UK Dynamic	881	2.39
458,936	LF Lindsell Train UK Equity	2,138	5.80
490,332	LF Majedie UK Equity	819	2.22
133,703	PIMCO Global Investment Grade Credit	2,439	6.61
314,900	Renewables Infrastructure#	400	1.08
296,994	TM Crux European Special Situations	827	2.24
35,411	TwentyFour Corporate Bond	3,597	9.75
		20,809	56.42
Exchange Traded Funds 39.20% (48.28%)			
477,793	iShares Core FTSE 100	3,224	8.74
6,400	iShares Core GBP Corporate Bond	719	1.95
41,026	iShares Core MSCI Japan	1,419	3.85
2,000	iShares Core MSCI Pacific ex-Japan	256	0.69
210,300	iShares Core UK Gilts	2,174	5.89
39,600	iShares Edge MSCI USA Quality Factor	306	0.83
4,300	iShares GBP Corporate Bond 0-5yr	397	1.08
42	iShares MSCI AC Far East ex-Japan	2	0.01
203,400	iShares USD Treasury Bond 20+yr	703	1.91
24,724	Lyxor Core UK Government Bond DR	2,553	6.92
7,300	Vanguard FTSE Developed Europe ex-UK	190	0.52
40,334	Vanguard S&P 500	2,512	6.81
		14,455	39.20
Futures 0.22% (0.00%)			
(5)	FTSE 100 Index Futures December 2022	17	0.05
(5)	US S&P 500 E Mini Index Futures December 2022	63	0.17
		80	0.22

Portfolio Statement (continued)**As at 30 September 2022**

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Forward Currency Contracts (0.19%) (0.00%)			
	Sold EUR1,610,000 for GBP1,399,606 Settlement 21/12/2022	(28)	(0.08)
	Sold JPY29,340,000 for GBP177,494 Settlement 21/12/2022	(8)	(0.02)
	Sold USD860,000 for GBP741,239 Settlement 21/12/2022	(35)	(0.09)
		(71)	(0.19)
	Portfolio of investments	35,273	95.65
	Net other assets	1,605	4.35
	Net assets	36,878	100.00

All investments are Collective Investment Schemes unless otherwise stated.

#Investment Trust

Comparative figures shown above in brackets relate to 30 September 2021.

Gross purchases for the year (excl. Derivatives): £10,012,000 [2021: £28,546,000].

Total sales net of transaction costs for the year (excl. Derivatives): £30,933,000 [2021: £40,656,000].

Statement of Total Return

For the year ended 30 September 2022

	Note	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
		£'000	£'000	£'000	£'000
Income:					
Net capital (losses)/gains	2		(9,526)		4,679
Revenue	3	1,359		1,487	
Expenses	4	(454)		(573)	
Net revenue before taxation		905		914	
Taxation	5	(89)		(80)	
Net revenue after taxation			816		834
Total return before distributions			(8,710)		5,513
Distributions	6		(818)		(838)
Change in net assets attributable to Shareholders from investment activities			(9,528)		4,675

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 30 September 2022

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		68,316		73,612
Amounts receivable on issue of Shares	1,053		1,771	
Amounts payable on cancellation of Shares	(23,708)		(12,521)	
Dilution adjustment		(22,655)		(10,750)
Change in net assets attributable to Shareholders from investment activities (see above)		13		5
Retained distributions on accumulation Shares		(9,528)		4,675
		732		774
Closing net assets attributable to Shareholders		36,878		68,316

Balance Sheet

As at 30 September 2022

	Note	30/09/22		30/09/21	
		£'000	£'000	£'000	£'000
Assets:					
Fixed assets:					
Investments			35,344		64,837
Current assets:					
Debtors	7	61		69	
Cash and bank balances	8	1,705		3,596	
Total current assets			1,766		3,665
Total assets			37,110		68,502
Liabilities:					
Investment liabilities			(71)		—
Creditors:					
Distribution payable		(19)		(17)	
Other creditors	9	(142)		(169)	
Total creditors			(161)		(186)
Total liabilities			(232)		(186)
Net assets attributable to Shareholders			36,878		68,316

Notes to the Financial Statements

For the year ended 30 September 2022

1. Accounting basis and policies

The Fund's financial statements have been prepared on the basis detailed on pages 16 to 18.

2. Net capital (losses)/gains

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
The net capital (losses)/gains during the year comprise:		
Currency (losses)/gains	(8)	3
Derivative contracts	75	—
Forward currency contracts	(238)	—
Non-derivative securities	(9,365)	4,660
Rebates received from underlying funds	11	17
Transaction charges	(1)	(1)
Net capital (losses)/gains	(9,526)	4,679

3. Revenue

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
AMC rebate	67	86
Bank interest	1	—
Franked dividends from Collective Investment Schemes	177	113
Interest income from Collective Investment Schemes	137	153
Offshore funds dividends	956	1,104
Overseas dividends	2	(8)
Rebates received from underlying funds	19	39
Total revenue	1,359	1,487

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

4. Expenses

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees	420	539
	420	539
Payable to the Depositary, associates of the Depositary and agents of either of them		
Depositary fees	10	13
Safe custody fees	4	5
	14	18
Other expenses		
Audit fees	9	10
Professional fees	6	4
Publication fees	5	2
	20	16
Total expenses	454	573

Audit fees are £8,125 ex Vat (2021: £7,750).

5. Taxation

(a) Analysis of the tax charge in the year

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Corporation tax	89	80
Total taxation for the year (Note 5 (b))	89	80

(b) Factors affecting the tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2021: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Net revenue before taxation	905	914
Net revenue for the year multiplied by the standard rate of corporation tax	181	183
Effects of:		
Rebated capital expenses deductible for tax purposes	2	4
Revenue not subject to corporation tax	(94)	(107)
Total tax charge for the year	89	80

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

5. Taxation (continued)

(c) Deferred tax

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior year.

6. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Interim	416	372
Final	351	438
Add: Revenue paid on cancellation of shares	55	32
Deduct: Revenue received on creation of shares	(4)	(4)
Net distribution for the year	818	838
Reconciliation of net revenue after taxation to distributions		
Net revenue after taxation	816	834
Tax relief from capital*	2	4
Net distribution for the year	818	838

* Tax relief has arisen whereby excess revenue expenses have been utilised to reduce the tax arising on offshore capital gains and capital rebates from underlying funds.

Details of the distributions per share are set out in the distribution tables on page 155.

7. Debtors

	30/09/22 £'000	30/09/21 £'000
Accrued revenue	15	17
Amounts due for rebates from underlying funds	28	52
Amounts receivable for creation of shares	17	—
Dilution adjustment receivable	1	—
Total debtors	61	69

8. Cash and bank balances

	30/09/22 £'000	30/09/21 £'000
Cash and bank balances	1,661	3,596
Amount held at futures clearing houses and brokers	44	—
Total cash and bank balances	1,705	3,596

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

9. Other creditors

	30/09/22 £'000	30/09/21 £'000
Amounts payable for cancellation of shares	11	32
Corporation tax payable	89	80
	100	112
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	24	43
	24	43
<i>Depository and Agents</i>		
Depository fees	3	2
Safe custody fees	2	1
	5	3
<i>Other accrued expenses</i>		
Audit fees	10	10
Publication fees	3	1
	13	11
Total other creditors	142	169

10. Related party transactions

Management fees paid to the ACD, are disclosed in note 4 and amounts due at the year-end are disclosed in note 9.

Monies received and paid by the ACD through the creation and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year-end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no shareholdings in the company at the year-end.

Significant shareholdings

As at the balance sheet date, the following had significant shareholdings within the Fund:

Shareholders	30/09/22 (%)	30/09/21 (%)
Zurich Assurance Limited	65.62	49.51
Sterling ISA Managers (Nominees) Limited	9.91	25.02

11. Share Classes

The Share Classes and ACD's Annual Management Charges ("AMC") applicable to each Share Class are as follows:

	%
Share Class B Income	0.75
Share Class B Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any fund.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

11. Share Classes (continued)

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	30/09/21	Issued	Cancelled	Converted	30/09/22
Share Class B Income	1,925,600	131,956	(339,326)	—	1,718,230
Share Class B Accumulation	29,675,630	426,580	(11,444,740)	—	18,657,470

12. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2021: nil).

13. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 19 to 20 of the report.

(a) Foreign currency risk

A proportion of the financial net assets of the Fund are denominated in currencies other than sterling with the effect that the balance sheet and total return can be affected by currency movements.

The Fund holds an insignificant foreign currency exposure at 30 September 2022 (2021: insignificant) therefore a currency table has not been disclosed.

Changes in exchange rates would have no material impact on the valuation of foreign currency financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

(b) Interest rate risk profile of financial assets and liabilities

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

As at 30 September 2022, 4.50% of the Fund's assets were interest bearing (2021: 5.26%).

Changes in interest rates would have no material impact on the valuation of financial assets or liabilities. Consequently, no sensitivity analysis has been presented.

(c) Counterparty risk

The table below shows the counterparty risk as at the balance sheet date:

	Counterparty	Derivative Exposure £'000	Collateral Posted £'000	Collateral Received £'000	Collateral Asset Class
2022	Morgan Stanley	11	—	—	

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

14. Portfolio transaction costs

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Analysis of total purchase costs				
Purchases in the year before transaction costs:				
Collective Investment Schemes		10,004		28,533
		10,004		28,533
Commissions - Collective Investment Scheme	5		13	
Taxes - Collective Investment Schemes	3		—	
Total purchase costs		8		13
Gross purchase total		10,012		28,546
Analysis of total sale costs				
Gross sales in the year before transaction costs:				
Collective Investment Schemes		30,944		40,663
		30,944		40,663
Commissions - Collective Investment Schemes	(11)		(7)	
Total sale costs		(11)		(7)
Total sales net of transaction costs		30,933		40,656

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However, additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

	01/10/21 to 30/09/22	01/10/20 to 30/09/21
	%	%
Transaction costs as percentage of principal amounts		
Purchases - Commissions		
Collective Investment Schemes	0.0454	0.0460
Purchases - Taxes		
Collective Investment Schemes	0.0344	0.0000
Sales - Commissions		
Collective Investment Schemes	0.0367	0.0175
Sales - Taxes		
Collective Investment Schemes	0.0000	0.0000
Transaction costs as percentage of average net asset value		
Commissions	0.0286	0.0279
Taxes	0.0054	0.0000

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

14. Portfolio transaction costs (continued)

At the balance sheet date the average portfolio dealing spread was 0.93% (2021: 0.08%).

15. Post balance sheet events

Subsequent to the year end, the net asset value per unit of the fund has increased from 181.84p to 191.53p as at 25 January 2023. This movement takes into account routine transactions but also reflects the market movements of recent months.

16. Fair value disclosure

Valuation technique	30/09/22		30/09/21	
	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	15,569	—	32,979	—
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	19,775	(71)	31,858	—
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability	—	—	—	—
	35,344	(71)	64,837	—

Distribution Table

As at 30 September 2022

Interim Distribution in pence per Share

- Group 1 Shares purchased prior to 1 October 2021
 Group 2 Shares purchased on or after 1 October 2021 to 31 March 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/05/22 (p)	Distribution paid 28/05/21 (p)
Share Class B Income				
Group 1	0.9196	—	0.9196	0.7066
Group 2	0.4805	0.4391	0.9196	0.7066
Share Class B Accumulation				
Group 1	1.4805	—	1.4805	1.1208
Group 2	0.5255	0.9550	1.4805	1.1208

Final Distribution in pence per Share

- Group 1 Shares purchased prior to 1 April 2022
 Group 2 Shares purchased on or after 1 April 2022 to 30 September 2022

	Net revenue (p)	Equalisation (p)	Distribution payable 30/11/22 (p)	Distribution paid 30/11/21 (p)
Share Class B Income				
Group 1	1.0966	—	1.0966	0.8867
Group 2	1.0002	0.0964	1.0966	0.8867
Share Class B Accumulation				
Group 1	1.7797	—	1.7797	1.4191
Group 2	1.1788	0.6009	1.7797	1.4191

Investment Manager's Report

For the year ended 30 September 2022

Investment Objective

The Fund aims to achieve a return consisting of a combination of income and capital growth which exceeds the FTSE All Share TR Index (20%), Russell 1000 TR Index (10%), MSCI Daily (ex UK) EAFE (10%), SONIA GBP (10%), ICE BoAML Global Broad Market TR Index (15%), and ICE BoAML Sterling Broad Market TR Index (35%), after all fees and expenses over a five-year rolling period.

Investment Policy

It is expected that the core exposure (defined as at least 70% of Fund assets) will be holdings in UK equities and bonds. However, investments will not be confined to any particular sector.

At least 70% of exposure will be achieved through investment in collective investment schemes (including exchange traded Funds and other schemes managed and operated by the ACD or its associates). The Fund may also invest in transferable securities, money market instruments, warrants, cash, near cash and deposits as detailed in the Prospectus.

Derivatives may also be used for the purposes of hedging and efficient portfolio management.

Benchmark

The performance of the Fund will be measured against a composite benchmark which is rebalanced monthly for target return purposes based on the FTSE All Share TR Index (20%), Russell 1000 TR Index (10%), MSCI Daily (ex UK) EAFE (10%), SONIA GBP (10%), ICE BoAML Global Broad Market TR Index (15%), and ICE BoAML Sterling Broad Market TR Index (35%).

These benchmarks were chosen as they were considered a fair representation of the assets in which the fund will invest, in line with its investment objectives and policy.

Portfolio Review

Over the period the fund returned -7.43% [source: Return after operating charges on Accumulation class as per Comparative Table] and the benchmark returned -11.17 [source: Financial Express, bid to bid, net income reinvested].

During the period the fund generated net income of 5.99p per share in the A Income class and 10.19p per share in the A Accumulation class.

The Fund was positioned constructively throughout 2021 as the global economies were reopening from COVID-19 lockdowns. The bullish view was based on the expectation that a strong consumer, robust corporate investment, and government policies would support markets. Toward the end of 2021, concerns around long lasting inflation, tighter monetary policy, an energy crisis, and supply chain bottlenecks were at the forefront. This led to a reduction in equities in favour of traditional safe assets like government bonds in the Fund.

In the US market, we took note of the risk that stickier inflation on the back of more solid demand coupled with a COVID-19 supply shock could result in a wage-price spiral. The Team's expected response given these conditions was accelerated tightening by the Federal Reserve (the 'Fed'). While the Fund held a modest underweight to stocks in the first quarter of 2022, we continued to reduce equity exposure as evidence grew that the Fed would hike rates more aggressively for longer. Outside of the US, the UK and Eurozone's ongoing energy crisis, rapid interest rate increases and deteriorating economic growth outlook created a challenging environment for stocks and bonds.

The Fund saw a positive impact from asset allocation over the period. In Q4 2021 the Fund benefitted from selection within equities as an underweight to Emerging Markets (EM) in favour of

Investment Manager's Report (continued)**For the year ended 30 September 2022**

UK was additive to relative performance. Equities in China, specifically, were one of the worst performers in the broader EM market as investors feared new lockdown restrictions would emerge because of the Covid-19 Omicron variant news. In Q1 2022 the Fund benefitted from investments in 'alternatives' (largely income oriented) funds which were boosted by a continued recovery from COVID-19, value enhancement initiatives across their respective portfolios, strong asset pricing in core geographies, and higher than anticipated inflation. These funds demonstrated less sensitivity to rising rates as the value oriented, high dividend paying nature of the funds led to more resilience in the growth sell-off. In Q2 2022 the Fund benefitted from its defensive positioning. The period proved challenging for long-only managers as nearly all major asset class indices sold off sharply. Markets continued their downward trajectory, pricing in a combination of slowing growth and tightening financial conditions. Positioning in high-income generating alternative funds helped performance as the withdrawal of central bank liquidity has been a headwind for most traditional financial assets. In Q3 2022 volatility once again dominated equity markets. The overall market was weighed down by a number of factors including hawkish central banks, upside surprises to inflation, the Russia-Ukraine War and the expected winter energy crisis in Europe. Once again underweight positions to equities and bonds in favour of alternative funds were top contributors to performance as traditional safe assets like global bonds and UK bonds experienced comparable levels of drawdown to equities.

The Fund outperformed the benchmark due primarily to asset allocation as manager selection was a detractor over the one-year period.

Investment Manager**PineBridge Investments Europe Limited
October 2022**

Material Portfolio Changes

For the year ended 30 September 2022

Purchases		Sales	
Portfolio Name	Cost £'000	Portfolio Name	Proceeds £'000
iShares Core UK Gilts	1,557	Schroder Income Maximiser	2,914
iShares Core GBP Corporate Bond	570	iShares Core GBP Corporate Bond	1,565
HICL Infrastructure	489	Man GLG Income	1,085
iShares Core FTSE 100	397	Schroder US Equity Income	
iShares USD Treasury Bond 20+yr	348	Maximiser	909
iShares Core MSCI Pacific ex-Japan	134	HICL Infrastructure	793
		Vanguard FTSE Developed Europe ex-UK	674
		iShares Global High Yield Corporate Bond	482
		M&G Emerging Markets Bond	240
		BlackRock Continental European Income	149
		JOHCM UK Equity Income	101

Comparative Table
As at 30 September 2022

	30/09/22 (p)	B Income 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	133.86	123.58	138.00
Return before operating charges*	(8.03)	16.35	(6.49)
Operating charges	(1.67)	(1.76)	(1.73)
Return after operating charges	(9.70)	14.59	(8.22)
Distributions	(5.99)	(4.31)	(6.20)
Closing net asset value per share	118.17	133.86	123.58
*after direct transaction cost of:	0.04	0.05	0.06
Performance			
Return after operating charges	(7.25%)	11.81%	(5.96%)
Other information			
Closing net asset value (£'000)	13,621	17,508	19,761
Closing number of shares	11,561,574	13,079,964	15,990,143
Operating charges	1.27%	1.33%	1.31%
Direct transaction costs	0.03%	0.04%	0.05%
Prices (p)**			
Highest share price	138.04	137.59	142.90
Lowest share price	120.43	121.72	112.99

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Comparative Table (continued)
As at 30 September 2022

	30/09/22 (p)	B Accumulation 30/09/21 (p)	30/09/20 (p)
Change in net assets per Share			
Opening net asset value per share	223.89	200.12	212.83
Return before operating charges*	(14.49)	26.64	(10.00)
Operating charges	(2.84)	(2.87)	(2.71)
Return after operating charges	(17.33)	23.77	(12.71)
Distributions	(10.19)	(7.07)	(9.74)
Retained distributions on accumulation shares	10.19	7.07	9.74
Closing net asset value per share	206.56	223.89	200.12
 *after direct transaction cost of:	 0.06	 0.09	 0.09
Performance			
Return after operating charges	(7.74%)	11.88%	(5.97%)
Other information			
Closing net asset value (£'000)	4,451	5,948	6,985
Closing number of shares	2,154,970	2,656,362	3,490,200
Operating charges	1.27%	1.33%	1.31%
Direct transaction costs	0.03%	0.04%	0.05%
Prices (p)**			
Highest share price	231.69	227.82	221.24
Lowest share price	208.03	197.04	175.98

**The highest and lowest share prices are based on published price. The opening and closing net asset values per share include accounting adjustments, therefore they may appear higher or lower as a result.

Performance Information

As at 30 September 2022

Operating Charges

Date	AMC (%)	AMC rebate (%)	Other expenses (%)	Synthetic expense ratio (%)	Transaction costs (%)	Total operating charge (%)
30/09/22						
Share Class B Income	0.75	(0.12)	0.15	0.49	0.00	1.27
Share Class B Accumulation	0.75	(0.12)	0.15	0.49	0.00	1.27
30/09/21						
Share Class B Income	0.75	(0.12)	0.11	0.59	0.00	1.33
Share Class B Accumulation	0.75	(0.12)	0.11	0.59	0.00	1.33

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the OCF shall take account of the ongoing charges incurred in the underlying CIUs and disclose as a synthetic expense ratio.

Risk and Reward Profile

As at 30 September 2022

	<div> <div>Typically lower rewards</div> <div>Typically higher rewards</div> </div> <div> <div>Lower risks</div> <div>Higher risks</div> </div>						
Share Class B	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The risk and reward indicator table demonstrates where a Fund ranks in terms of its potential risk and return. The higher the rank the greater the potential reward but the greater the risk of losing money. The lowest category does not mean 'risk free'.
- The Fund appears as a "4" on the scale. This is because the Fund invests in assets that typically carry medium risk and offer medium rewards compared with other categories of assets.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement

As at 30 September 2022

Holdings or Nominal Value	Investments	Market value £'000	% of Total Net Assets
Collective Investment Schemes 54.66% (74.66%)			
233,969	BlackRock Continental European Income	368	2.04
314,900	HICL Infrastructure#	509	2.82
504,229	JOHCM UK Equity Income	837	4.63
2,323,062	M&G Emerging Markets Bond	1,547	8.56
822,574	Man GLG Income	860	4.76
405,000	Renewables Infrastructure#	514	2.84
2,455,357	Schroder Income Maximiser	866	4.79
2,353,501	Schroder US Equity Income Maximiser	1,523	8.43
19,750	TwentyFour Corporate Bond	1,519	8.40
1,267,705	VT RM Alternative Income	1,335	7.39
		9,878	54.66
Exchange Traded Funds 29.62% (23.82%)			
57,900	iShares Core FTSE 100	391	2.16
9,950	iShares Core GBP Corporate Bond	1,118	6.19
1,000	iShares Core MSCI Pacific ex-Japan	128	0.71
143,900	iShares Core UK Gilts	1,487	8.23
22,200	iShares Global High Yield Corporate Bond	1,471	8.14
5,300	iShares USD High Yield Corporate Bond	418	2.31
98,200	iShares USD Treasury Bond 20+yr	340	1.88
		5,353	29.62
Futures (0.02%) (0.00%)			
4	EURO STOXX 50 Index Futures December 2022	(1)	(0.01)
(1)	FTSE 100 Index Futures December 2022	3	0.02
6	Japanese Topix Index Futures December 2022	1	0.01
(2)	US S&P 500 E Mini Index Futures December 2022	(7)	(0.04)
		(4)	(0.02)
Forward Currency Contracts (0.05%) (0.00%)			
	Sold EUR220,000 for GBP191,251 Settlement 21/12/2022	(4)	(0.03)
	Sold USD87,035 for GBP75,000 Settlement 21/12/2022	(4)	(0.02)
		(8)	(0.05)
Portfolio of investments			
	Net other assets	15,219	84.21
		2,853	15.79
Net assets		18,072	100.00

All investments are Collective Investment Schemes unless otherwise stated.

#Investment Trust

Comparative figures shown above in brackets relate to 30 September 2021.

Gross purchases for the year (excl. Derivatives): £3,495,000 [2021: £17,430,000].

Total sales net of transaction costs for the year(excl. Derivatives): £8,912,000 [2021: £22,612,000].

Statement of Total Return

For the year ended 30 September 2022

	Note	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
		£'000	£'000	£'000	£'000
Income:					
Net capital (losses)/gains	2		(2,377)		2,302
Revenue	3	1,084		941	
Expenses	4	(192)		(224)	
Net revenue before taxation		892		717	
Taxation	5	(76)		(56)	
Net revenue after taxation			816		661
Total return before distributions			(1,561)		2,963
Distributions	6		(976)		(846)
Change in net assets attributable to Shareholders from investment activities			(2,537)		2,117

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 30 September 2022

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Opening net assets attributable to Shareholders		23,456		26,746
Amounts receivable on issue of Shares	1,083		1,088	
Amounts payable on cancellation of Shares	(4,167)		(6,706)	
Dilution adjustment		(3,084)		(5,618)
Change in net assets attributable to Shareholders from investment activities (see above)		(2,537)		2,117
Retained distributions on accumulation Shares		235		208
Closing net assets attributable to Shareholders		18,072		23,456

Balance Sheet**As at 30 September 2022**

	Note	30/09/22		30/09/21	
		£'000	£'000	£'000	£'000
Assets:					
Fixed assets:					
Investments			15,235		23,099
Current assets:					
Debtors	7	3,544		131	
Cash and bank balances	8	1,124		474	
Total current assets			4,668		605
Total assets			19,903		23,704
Liabilities:					
Investment liabilities			(16)		—
Provision for liabilities			(3)		—
Creditors:					
Distribution payable		(204)		(178)	
Other creditors	9	(1,608)		(70)	
Total creditors			(1,812)		(248)
Total liabilities			(1,831)		(248)
Net assets attributable to Shareholders			18,072		23,456

Notes to the Financial Statements

For the year ended 30 September 2022

1. Accounting basis and policies

The Fund's financial statements have been prepared on the basis detailed on pages 16 to 18.

2. Net capital (losses)/gains

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
The net capital (losses)/gains during the year comprise:		
AMC rebate	26	31
Currency gains/(losses)	28	(1)
Derivative contracts	80	—
Forward currency contracts	(17)	—
Non-derivative securities	(2,494)	2,273
Transaction charges	—	(1)
Net capital (losses)/gains	(2,377)	2,302

3. Revenue

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Franked dividends from Collective Investment Schemes	507	357
HMRC interest	1	—
Interest income from Collective Investment Schemes	153	42
Offshore funds dividends	178	288
Overseas dividends	34	28
UK dividends	—	39
Unfranked dividends from Collective Investment Schemes	211	187
Total revenue	1,084	941

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

4. Expenses

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees	161	195
	161	195
Payable to the Depositary, associates of the Depositary and agents of either of them		
Depositary fees	10	10
Safe custody fees	1	2
	11	12
Other expenses		
Audit fees	9	10
Professional fees	6	5
Publication fees	5	2
	20	17
Total expenses	192	224

Audit fees are £8,125 ex Vat (2021: £7,750).

5. Taxation

(a) Analysis of the tax charge in the year

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Corporation tax	78	54
Deferred tax (Note 5 (c))	(2)	2
Total taxation for the year (Note 5 (b))	76	56

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

5. Taxation (continued)

(b) Factors affecting the tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2021: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Net revenue before taxation	892	717
Net revenue for the year multiplied by the standard rate of corporation tax	178	143
Effects of:		
Rebated capital expenses deductible for tax purposes	5	6
Revenue not subject to corporation tax	(107)	(93)
Total tax charge for the year	76	56

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Deferred tax

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
Provision at start of the year	5	2
Deferred tax charge in the year	(2)	3
Provision at the end of the year	3	5

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

6. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	01/10/21 to 30/09/22 £'000	01/10/20 to 30/09/21 £'000
First interim	202	180
Second interim	253	198
Third interim	230	208
Final	270	238
Add: Revenue paid on cancellation of shares	27	27
Deduct: Revenue received on creation of shares	(6)	(5)
Net distribution for the year	976	846
Reconciliation of net revenue after taxation to distributions		
Net revenue after taxation	816	661
Expenses charged to capital	192	224
Tax relief from capital*	(32)	(39)
Net distribution for the year	976	846

* Tax relief has arisen whereby excess revenue expenses have been utilised to reduce the tax arising on offshore capital gains and capital rebates from underlying funds.

Details of the distributions per share are set out in the distribution tables on page 174.

7. Debtors

	30/09/22 £'000	30/09/21 £'000
Accrued revenue	58	81
Amounts due for AMC rebate	2	2
Amounts receivable for creation of shares	2	9
Dilution adjustment receivable	(1)	(1)
Income tax recoverable	47	39
Sales awaiting settlement	3,434	—
Prepaid expenses	2	1
Total debtors	3,544	131

8. Cash and bank balances

	30/09/22 £'000	30/09/21 £'000
Cash and bank balances	1,002	474
Amount held at futures clearing houses and brokers	122	—
Total cash and bank balances	1,124	474

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

9. Other creditors

	30/09/22 £'000	30/09/21 £'000
Amounts payable for cancellation of shares	73	14
Corporation tax payable	67	23
Deferred tax payable	3	5
Purchases awaiting settlement	1,437	—
	1,580	42
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	12	15
	12	15
<i>Depository and Agents</i>		
Depository fees	3	2
Safe custody fees	1	—
	4	2
<i>Other accrued expenses</i>		
Audit fees	10	10
Publication fees	2	1
	12	11
Total other creditors	1,608	70

10. Related party transactions

Management fees paid to the ACD, are disclosed in note 4 and amounts due at the year-end are disclosed in note 9.

Monies received and paid by the ACD through the creation and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year-end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no shareholdings in the company at the year-end.

Significant shareholdings

As at the balance sheet date, the following had significant shareholdings within the Fund:

Shareholders	30/09/22 (%)	30/09/21 (%)
Sterling ISA Managers (Nominees) Limited	48.22	58.80
Funds Direct Nominees Limited	29.07	26.09

11. Share Classes

The Share Classes and ACD's Annual Management Charges ("AMC") applicable to each Share Class are as follows:

	%
Share Class B Income	0.75
Share Class B Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any fund.

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

11. Share Classes (continued)

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	30/09/21	Issued	Cancelled	Converted	30/09/22
Share Class B Income	13,079,964	667,494	(2,185,884)	—	11,561,574
Share Class B Accumulation	2,656,362	92,226	(593,618)	—	2,154,970

12. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2021: nil).

13. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 19 to 20 of the report.

(a) Foreign currency risk

A proportion of the financial net assets of the Fund are denominated in currencies other than sterling with the effect that the balance sheet and total return can be affected by currency movements.

The table below shows the foreign currency risk profile at the balance sheet date:

Currency	Net foreign currency exposure	
	30/09/22 £'000	30/09/21 £'000
Euro	(196)	—
US Dollar	1,917	2,553
Japanese yen	1	—
Total foreign currency exposure	1,722	2,553
Sterling	16,350	20,903
Total net assets	18,072	23,456

If GBP to foreign currency exchange rates had strengthened/increased or weakened/decreased by 10% as at the balance sheet date, the net asset value of the fund would have decreased or increased by £172,000 (2021: 255,000). These calculations assume all other variables remain constant.

(b) Interest rate risk profile of financial assets and liabilities

The table below shows the interest rate risk profile at the balance sheet date:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Financial assets not carrying interest £'000	Total £'000
Currency Assets				
30/09/22				
Euro	1	—	-	1
Sterling	1,009	—	16,687	17,696
US Dollar	114	—	2,356	2,470
Total	1,124	—	19,043	20,167

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

13. Derivatives and other financial instruments (continued)

(b) Interest rate risk profile of financial assets and liabilities (continued)

30/09/21				
Sterling	433	—	20,718	21,151
US Dollar	41	—	2,512	2,553
Total	474	—	23,230	23,704

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Financial liabilities not carrying interest £'000	Total £'000
Currency Liabilities				
30/09/22				
Euro			196	196
Sterling			1,347	1,347
US Dollar			552	552
Total	—	—	2,095	2,095

30/09/21				
Sterling	—	—	248	248
Total	—	—	248	248

(c) Counterparty risk

The table below shows the counterparty risk as at the balance sheet date:

		Derivative Exposure £'000	Collateral Posted £'000	Collateral Received £'000	Collateral Asset Class
2022	Counterparty				
	Morgan Stanley	4	—	—	

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

14. Portfolio transaction costs

	01/10/21 to 30/09/22		01/10/20 to 30/09/21	
	£'000	£'000	£'000	£'000
Analysis of total purchase costs				
Purchases in the year before transaction costs:				
Collective Investment Schemes		3,491		17,426
		3,491		17,426
Commissions - Collective Investment Scheme	2		4	
Taxes - Collective Investment Schemes	2		—	
Total purchase costs		4		4
Gross purchase total		3,495		17,430
Analysis of total sale costs				
Gross sales in the year before transaction costs:				
Collective Investment Schemes		8,914		22,619
		8,914		22,619
Commissions - Collective Investment Schemes	(2)		(7)	
Total sale costs		(2)		(7)
Total sales net of transaction costs		8,912		22,612

	01/10/21 to 30/09/22	01/10/20 to 30/09/21
	%	%
Transaction costs as percentage of principal amounts		
Purchases - Commissions		
Collective Investment Schemes	0.0500	0.0219
Purchases - Taxes		
Collective Investment Schemes	0.0698	0.0000
Sales - Commissions		
Collective Investment Schemes	0.0197	0.0299
Sales - Taxes		
Collective Investment Schemes	0.0000	0.0000
Transaction costs as percentage of average net asset value		
Commissions	0.0186	0.0423
Taxes	0.0093	0.0000

At the balance sheet date the average portfolio dealing spread was 0.20% (2021: 0.06%).

15. Post balance sheet events

Subsequent to the year end, the net asset value per unit of the fund has increased from 134.51p to 140.42p as at 25 January 2023. This movement takes into account routine transactions but also reflects the market movements of recent months.

Notes to the Financial Statements (continued)
For the year ended 30 September 2022

16. Fair value disclosure

Valuation technique	30/09/22		30/09/21	
	Assets £'000	Liabilities £'000	Assets £'000	Liabilities £'000
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	6,380	8	6,879	—
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	8,855	8	16,220	—
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability	—	—	—	—
	15,235	16	23,099	—

Distribution Table

As at 30 September 2022

First Distribution in pence per Share

- Group 1 Shares purchased prior to 1 October 2021
 Group 2 Shares purchased on or after 1 October 2021 to 31 December 2021

	Net revenue (p)	Equalisation (p)	Distribution paid 28/02/22 (p)	Distribution paid 26/02/21 (p)
Share Class B Income				
Group 1	1.1853	—	1.1853	0.8599
Group 2	0.6451	0.5402	1.1853	0.8599
Share Class B Accumulation				
Group 1	1.9817	—	1.9817	1.3923
Group 2	0.6826	1.2991	1.9817	1.3923

Interim Distribution in pence per Share

- Group 1 Shares purchased prior to 1 January 2021
 Group 2 Shares purchased on or after 1 January 2021 to 31 March 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/05/22 (p)	Distribution paid 28/05/21 (p)
Share Class B Income				
Group 1	1.5696	—	1.5696	1.0063
Group 2	0.7537	0.8159	1.5696	1.0063
Share Class B Accumulation				
Group 1	2.6477	—	2.6477	1.6403
Group 2	0.5779	2.0698	2.6477	1.6403

Third Distribution in pence per Share

- Group 1 Shares purchased prior to 1 April 2022
 Group 2 Shares purchased on or after 1 April 2022 to 30 June 2022

	Net revenue (p)	Equalisation (p)	Distribution paid 31/08/22 (p)	Distribution paid 31/08/21 (p)
Share Class B Income				
Group 1	1.4713	—	1.4713	1.0848
Group 2	0.8481	0.6232	1.4713	1.0848
Share Class B Accumulation				
Group 1	2.5127	—	2.5127	1.7818
Group 2	1.1393	1.3734	2.5127	1.7818

Distribution Table (continued)**As at 30 September 2022****Final Distribution in pence per Share**

Group 1 Shares purchased prior to 1 July 2022

Group 2 Shares purchased on or after 1 July 2022 to 30 September 2022

	Net revenue (p)	Equalisation (p)	Distribution payable 30/11/22 (p)	Distribution paid 20/11/21 (p)
Share Class B Income				
Group 1	1.7660	—	1.7660	1.3605
Group 2	0.7327	1.0333	1.7660	1.3605
Share Class B Accumulation				
Group 1	3.0500	—	3.0500	2.2525
Group 2	0.4150	2.6350	3.0500	2.2525

General Information

Classes of Shares

The Company can issue different Classes of Shares in respect of any Fund. Holders of Income Shares are entitled to be paid the revenue attributable to such Shares, in respect of each annual or interim accounting period. Holders of Accumulation Shares are not entitled to be paid the revenue attributable to such Shares, but that revenue is retained and accumulated for the benefit of shareholders and is reflected in the price of Shares.

Valuation Point

The valuation point for each Fund is 12 noon on each dealing day (being each day which is a business day in London). Valuations may be made at other times under the terms contained within the Prospectus.

Buying and Selling of Shares

The ACD will accept orders to deal in the shares on normal business days between 9:00 am and 5:00 pm. Instructions to buy or sell shares may be either in writing to: PO Box 10191, Chelmsford, CM99 2AP or by telephone on 0345 140 0070*. A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

Prices

The prices of shares for each Class in each Fund will be posted on www.trustnet.com and can also be obtained by telephoning the Administrator on 0345 140 0070* during the ACD's normal business hours.

Other Information

The Instrument of Incorporation, Prospectus and the most recent interim and annual reports may be inspected at the office of the ACD which is also the Head Office of the Company and copies may be obtained, free of charge, upon application to Omnis Investments Limited, PO Box 10191, Chelmsford CM99 2AP.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at Exchange Tower, London E14 9SR.

Report

The annual report of the Company will be published within four months of each annual accounting period and the interim report will be published within two months of each interim accounting period.

Interim financial statements - period ended 31 March

Annual financial statements - year ended 30 September

Distribution Payment Dates

Interim - 31 May (for Omnis Multi-Manager Distribution Fund and Omnis Multi-Asset Income Fund only – 31 May, 31 August and 28 February)

Final - 30 November

Data Protection

The details you have provided will be held electronically by the Funds' Registrar but will not be used for any purpose except to fulfil its obligations to shareholders.

General Information (continued)

* Please note that telephone calls may be recorded for monitoring and training purposes, and to confirm investors' decisions.

Effects of Personal Taxation

Investors should be aware that unless their shares are held within an ISA, or switched between Funds in this OEIC, selling shares is treated as a disposal for the purpose of Capital Gains tax.

Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Protected Cell Regime

Please note, on 21 December 2011, the Open Ended Investment Companies Regulations 2001 (SI 2001/1228) ("the Regulations") were amended to introduce a Protected Cell Regime ("PCR") for OEICs. Under the PCR each Fund represents a segregated portfolio of assets and accordingly, the assets of a Fund belong exclusively to that Fund and shall not be used or made available to discharge (directly or indirectly) the liabilities of, or claims against, any other person or body, including any other Fund and shall not be available for any such purpose. The Regulations allowed a transitional period for implementation of the PCR, until 20 December 2013. However, the Company adopted the PCR on 30 September 2013. No reallocation of liabilities as described above was necessary at any time prior to 30 September 2013.

Remuneration

Omnis Investments Limited has a remuneration policy in place which aims to identify, and to govern the remuneration of, the personnel whose professional activities have a material impact on the risk profile of the firm and the Companies for which it acts as ACD. The personnel identified under this policy are called 'UCITS Code Staff'.

UCITS Code Staff include executive directors, senior managers and Control Function personnel. UCITS Code Staff may also work for other Openwork Group companies and the disclosures below relate only to the proportion of their remuneration deemed to relate to Omnis.

The Remuneration Policy seeks to ensure that Omnis' remuneration policies and practices for UCITS Code Staff are consistent with, and promote, sound and effective risk management and do not impair Omnis in its duty to act in the best interests of the UCITS it manages. Furthermore, the policy aims to ensure that risk taking is consistent with the risk profiles or the instrument constituting the funds or the prospectus, as applicable, of the UCITS that Omnis manages.

UCITS Code Staff are remunerated through a mix of base salary and discretionary variable remuneration (including long-term incentive awards). Any payment of variable remuneration is based on the regular and structured assessment of the individual's performance against their objectives, their adherence to the Openwork Group's CORE values and on the overall performance of the Openwork Group.

In the year to 31 December 2021, the aggregate amount paid to UCITS Code Staff specifically in respect of professional activities relating to Omnis was £940,569; of which £597,225 was fixed remuneration and £343,344 was variable remuneration.

The policy will be reviewed at least annually and will be made available to shareholders free of charge.

General Information (continued)

Value Assessment

Omnis completed a value assessment in relation to the funds in the Omnis Managed Investments ICVC on 30 September 2022.

Within the assessment, Omnis considered the seven categories outlined in the FCA rules. These are:

- a) the quality of service provided to investors;
- b) the performance of each fund against its stated investment objectives and targets;
- c) the cost of providing relevant services and whether these costs are reasonable;
- d) whether any economies of scale could be achieved, and if so, whether these were passed to investors;
- e) a comparison of the fund's ongoing charges compared to similar funds in the market;
- f) a comparison of charges to those for comparable services;
- g) consideration of charges for investors in different share classes.

The annual assessment may also include other topical subjects such as Environmental, Social and Governance investing ("ESG") and Investment Stewardship.

The most recent value assessment statement which outlines the summary of findings, together with any improvement plans, is available on Omnis' website. Reports are published within four months of the assessment date.

