

# AVIVA INVESTORS FUNDS ICVC

## Interim Report and Financial Statements

For the six months ended 30 September 2018 (unaudited)



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\* These items comprise the Authorised Corporate Director's Report for the purposes of the rules contained in the Collective Investment Schemes Sourcebook ("the Regulations").

## COMPANY INFORMATION

### AUTHORISED CORPORATE DIRECTOR

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

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

### DIRECTORS

I Buckle  
S Ebenston  
D Skinner  
J Leadsom  
D Clayton  
M Craston  
G Miller

### ADMINISTRATOR AND REGISTRAR

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

### FUND ACCOUNTING AND PRICING AGENT

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

### INVESTMENT MANAGER

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

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

### DEPOSITARY

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

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

### INDEPENDENT AUDITORS

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

## REPORT OF THE AUTHORISED CORPORATE DIRECTOR

### THE COMPANY

Aviva Investors Funds ICVC ("the Company") is an Open-Ended Investment Company (OEIC) with variable capital incorporated in England and Wales on 7 April 2006. The property of the Company is entrusted to J.P. Morgan Europe Limited ("the Depository"). The shareholders are not liable for any debts of the Company.

The object of the Company is to invest the scheme property in transferable securities with the aim of spreading investment risk and giving its shareholders the benefit of the results of the management of the property.

The Company has an umbrella structure and currently has one sub-fund ("Fund") which is available for investment. The Company also includes two Funds which are closed and are due to be terminated. In the financial statements you will find an investment review for each Fund which includes details of the investment objectives.

### AUTHORISED STATUS

From 7 April 2006 the Company was authorised as an Open-Ended Investment Company under Regulation 7 of the Open-Ended Investment Companies Regulations 1996 (superseded by Regulation 12 of the Open-Ended Investment Companies Regulations 2001).

The Company is authorised by Financial Conduct Authority ("the FCA") to operate as a "UCITS Scheme" for the purposes of the Regulations.

### THE FINANCIAL STATEMENTS

We are pleased to present the interim financial statements of the Company for the six months ended 30 September 2018. As required by the Regulations, information for each of the Funds has been included in these financial statements. On the following pages we review the performance of each of those Funds during the period. We hope that you find our review useful and informative.

### ANNUAL GENERAL MEETINGS

The Company will not be holding any Annual General Meetings.

### SIGNIFICANT INFORMATION

#### FUND CLOSURES

As advised in a letter to investors dated 3 June 2016, The Global Balanced Income Fund and The Global Cautious Income Fund closed on 16 August 2016.

#### CHANGES TO PROSPECTUS

On 11 May 2018, the Prospectus was amended to include wording setting out for investors the circumstances in which unclaimed client money will be paid to charity in accordance with the FCA's rules.

#### CHANGES TO ONGOING CHARGES

On 4 June 2018, we made a number of changes to our entire fund range, including the Funds of the Company. This resulted in us replacing a variety of separate fees, costs and expenses of operating and administering our funds with a simple single fee called the "Fund Management Fee" or "FMF". In connection with this, we also lowered fees on a large number of our funds and reduced entry charges to zero on all but one of our funds. We also renamed certain share classes of certain funds and closed other share classes and moved any investors into an alternative share class of the same fund. The review of a Fund notes if it was affected by such a share class merger or renaming.

## STATEMENT OF CROSS HOLDINGS

There are no cross holdings as at 30 September 2018.

## THE GLOBAL BALANCED INCOME FUND

The Fund closed on 16 August 2016, and will be terminated in due course.

### INVESTMENT OBJECTIVE

To achieve a target income rate, after the deduction of applicable management fees and allowable additional fund expenses, equal to the greater of 7.00% per annum or the prevailing Bank of England Base Rate plus 2.50% per annum.

### INVESTMENT POLICY

Investment in a diversified portfolio of actively managed equities and bonds (including convertible bonds). The Fund will also use derivative instruments to generate additional income. The Manager may selectively sell short dated call options over securities in order to generate additional income by setting target 'strike' prices at which those securities may be sold in the future.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, units in collective investment schemes, derivatives including credit default swaps, forward transactions, money market instruments and deposits.

### FUND MANAGER'S REPORT

Please note, the Fund was closed on 16 August 2016 and is in the process of being terminated. No fund manager's report has been included within the interim report and financial statements as no investment activity has taken place during the period under review.

October 2018

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

### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- Investment may be restricted to a limited number of holdings, industries, or Countries. The Fund share price may be more exposed to specific events and as a result may experience large daily price changes.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## INVESTMENT PERFORMANCE

## Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class A	31.03.16	2,492	3,848,359	64.77
	31.03.17	–	–	–
	31.03.18	–	–	–
	30.09.18	–	–	–
Class I	31.03.16	36,714	56,078,450	65.47
	31.03.17	–	–	–
	31.03.18	–	–	–
	30.09.18	–	–	–

\* Valued at bid market prices.

## Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class A	31.03.16	640	497,504	128.68
	31.03.17	–	–	–
	31.03.18	–	–	–
	30.09.18	–	–	–
Class I	31.03.16	5,963	4,404,027	135.39
	31.03.17	–	–	–
	31.03.18	–	–	–
	30.09.18	–	–	–

\* Valued at bid market prices.

## Share Price Record – Income Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class A	2015	69.66	63.36
	2016	68.72	60.23
	2017**	70.93	63.34
	2018	–	–
Class I	2015	70.48	64.03
	2016	69.49	60.94
	2017**	71.66	64.04
	2018	–	–

\* Valued at mid market prices.

\*\* Up to 16 August 2016 (the date the Fund closed).

## Share Price Record – Accumulation Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class A	2015	129.35	117.19
	2016	130.04	117.61
	2017**	142.39	125.86
	2018	–	–
Class I	2015	135.56	122.60
	2016	136.32	123.67
	2017**	149.85	132.46
	2018	–	–

\* Valued at mid market prices.

\*\* Up to 16 August 2016 (the date the Fund closed).



## INVESTMENT PERFORMANCE (CONTINUED)

**Revenue Record – Income Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 31 March 2013.

Share class	Financial year	Net revenue per share	Per £1,000 invested (£)
Class A	2015	3.9111	58.09
	2016	3.1697	47.08
	2017*	2.2020	32.71
	2018	–	–
Class I	2015	4.2332	62.15
	2016	3.4582	50.78
	2017*	2.2400	32.89
	2018	–	–

\* Up to 30 September 2016 (the final distribution payable in the Fund).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 31 March 2013.

Share class	Financial year	Net revenue per share	Per £1,000 invested (£)
Class A	2015	7.0952	64.51
	2016	6.0399	54.92
	2017*	4.3828	39.85
	2018	–	–
Class I	2015	8.0571	70.46
	2016	6.8536	59.93
	2017*	4.6375	40.56
	2018	–	–

\* Up to 30 September 2016 (the final distribution payable in the Fund).

## PORTFOLIO STATEMENT

As the Fund closed on 16 August 2016, there were no investments as at 30 September 2018.

## STATEMENT OF TOTAL RETURN

For the six months ended 30 September 2018 (unaudited)

	£000	Six months ended 30.09.18 £000	£000	Six months ended 30.09.17 £000
Income				
Net capital gains/(losses)		6		(27)
Revenue	20		–	
Expenses	(12)		(7)	
Net revenue/(expense) before taxation	8		(7)	
Taxation	(2)		35	
Net revenue after taxation		6		28
<b>Total return before distributions</b>		<b>12</b>		<b>1</b>
Distributions		–		–
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>12</b>		<b>1</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the six months ended 30 September 2018 (unaudited)

	£000	Six months ended 30.09.18 £000	£000	Six months ended 30.09.17 £000
<b>Opening net assets attributable to shareholders</b>		–		–
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	–		–	
Amounts payable on cancellation of shares	–		–	
		–		–
Dilution adjustment		–		–
Change in net assets attributable to shareholders from investment activities (see above)		12		1
Retained distribution on accumulation shares		–		–
Fund closure		(12)		(1)
<b>Closing net assets attributable to shareholders</b>		<b>–</b>		<b>–</b>

The Statement of Recommended Practice (2014) requires that comparatives are shown for the above report. As the comparatives should be for the comparable interim period, the net asset value at the end of the previous period will not agree to the net asset value at the start of this period. The published net asset value as at 31 March 2018 was £nil.

## BALANCE SHEET

As at 30 September 2018 (unaudited)

	As at 30.09.18 £000	As at 31.03.18 £000
<b>Assets:</b>		
Investments	–	–
<b>Current assets:</b>		
Debtors	–	445
Cash and bank balances	1,690	1,231
<b>Total assets</b>	<b>1,690</b>	<b>1,676</b>
<b>Liabilities:</b>		
Investment liabilities	–	–
<b>Creditors:</b>		
Windfall payable	(1,198)	(1,185)
Other creditors	(492)	(491)
<b>Total liabilities</b>	<b>(1,690)</b>	<b>(1,676)</b>
<b>Net assets attributable to shareholders</b>	<b>–</b>	<b>–</b>

**Accounting policies**

The accounting policies applied are consistent with those of the financial statements for the year ended 31 March 2018 and are described in those annual financial statements.

## THE GLOBAL CAUTIOUS INCOME FUND

The Fund closed on 16 August 2016, and will be terminated in due course.

### INVESTMENT OBJECTIVE

To achieve a target income rate, after the deduction of applicable management fees and allowable additional fund expenses, equal to the greater of 5.50% per annum or the prevailing Bank of England Base Rate plus 1.00% per annum.

### INVESTMENT POLICY

Investment mainly in a diversified portfolio of bonds and also in actively managed equities. The Fund will also use derivative instruments to generate additional income. The Manager may selectively sell short dated call options over securities in order to generate additional income by setting target 'strike' prices at which those securities may be sold in the future.

The Fund may invest in any of the following financial instruments in order to achieve its investment objective: transferable securities, units in collective investment schemes, derivatives and forward transactions, money market instruments and deposits.

### FUND MANAGER'S REPORT

Please note, the Fund was closed on 16 August 2016 and is in the process of being terminated. No fund manager's report has been included within the interim report and financial statements as no investment activity has taken place during the period under review.

October 2018

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

### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- Investment may be restricted to a limited number of holdings, industries, or Countries. The Fund share price may be more exposed to specific events and as a result may experience large daily price changes.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## INVESTMENT PERFORMANCE

## Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class A	31.03.16	1,050	1,212,864	86.60
	31.03.17	–	–	–
	31.03.18	–	–	–
	30.09.18	–	–	–
Class I	31.03.16	56,401	65,234,878	86.46
	31.03.17	–	–	–
	31.03.18	–	–	–
	30.09.18	–	–	–

\* Valued at bid market prices.

## Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class A	31.03.16	560	413,395	135.38
	31.03.17	–	–	–
	31.03.18	–	–	–
	30.09.18	–	–	–
Class I	31.03.16	9,838	6,937,721	141.81
	31.03.17	–	–	–
	31.03.18	–	–	–
	30.09.18	–	–	–

\* Valued at bid market prices.

## Share Price Record – Income Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class A	2015	90.03	84.65
	2016	89.87	83.82
	2017**	93.65	85.71
	2018	–	–
Class I	2015	89.99	84.55
	2016	89.74	83.83
	2017**	93.46	85.59
	2018	–	–

\* Valued at mid market prices.

\*\* Up to 16 August 2016 (the date the Fund closed).

## Share Price Record – Accumulation Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class A	2015	136.14	125.06
	2016	136.30	128.32
	2017**	147.36	134.00
	2018	–	–
Class I	2015	142.02	129.94
	2016	142.21	134.08
	2017**	154.39	140.39
	2018	–	–

\* Valued at mid market prices.

\*\* Up to 16 August 2016 (the date the Fund closed).

## INVESTMENT PERFORMANCE (CONTINUED)

### Revenue Record – Income Shares

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 31 March 2013.

Share class	Financial year	Net revenue per share	Per £1,000 invested (£)
Class A	2015	3.1486	35.70
	2016	2.6024	29.51
	2017*	1.6554	18.77
	2018	–	–
Class I	2015	3.5263	40.07
	2016	2.9640	33.68
	2017*	1.6614	18.88
	2018	–	–

\* Up to 30 September 2016 (the final distribution payable in the Fund).

### Revenue Record – Accumulation Shares

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 31 March 2013.

Share class	Financial year	Net revenue per share	Per £1,000 invested (£)
Class A	2015	4.6645	38.18
	2016	3.9861	32.63
	2017*	2.6150	21.41
	2018	–	–
Class I	2015	5.4645	43.27
	2016	4.7300	37.45
	2017*	2.7311	21.63
	2018	–	–

\* Up to 30 September 2016 (the final distribution payable in the Fund).

## PORTFOLIO STATEMENT

As the Fund closed on 16 August 2016, there were no investments as at 30 September 2018.

## STATEMENT OF TOTAL RETURN

For the six months ended 30 September 2018 (unaudited)

	£000	Six months ended 30.09.18 £000	£000	Six months ended 30.09.17 £000
Income				
Net capital gains/(losses)		5		(24)
Revenue	20		–	
Expenses	(11)		(7)	
Net revenue/(expense) before taxation	9		(7)	
Taxation	–		45	
Net revenue after taxation		9		38
<b>Total return before distributions</b>		<b>14</b>		<b>14</b>
Distributions		–		–
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>14</b>		<b>14</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the six months ended 30 September 2018 (unaudited)

	£000	Six months ended 30.09.18 £000	£000	Six months ended 30.09.17 £000
<b>Opening net assets attributable to shareholders</b>		–		–
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	–		–	
Amounts payable on cancellation of shares	–		–	
		–		–
Change in net assets attributable to shareholders from investment activities (see above)		14		14
Retained distribution on accumulation shares		–		–
Fund closure		(14)		(14)
<b>Closing net assets attributable to shareholders</b>		<b>–</b>		<b>–</b>

The Statement of Recommended Practice (2014) requires that comparatives are shown for the above report. As the comparatives should be for the comparable interim period, the net asset value at the end of the previous period will not agree to the net asset value at the start of this period. The published net asset value as at 31 March 2018 was £nil.

## BALANCE SHEET

As at 30 September 2018 (unaudited)

	As at 30.09.18 £000	As at 31.03.18 £000
<b>Assets:</b>		
Investments	–	–
<b>Current assets:</b>		
Debtors	–	88
Cash and bank balances	1,001	899
<b>Total assets</b>	<b>1,001</b>	<b>987</b>
<b>Liabilities:</b>		
Investment liabilities	–	–
<b>Creditors:</b>		
Windfall payable	(853)	(839)
Other creditors	(148)	(148)
<b>Total liabilities</b>	<b>(1,001)</b>	<b>(987)</b>
<b>Net assets attributable to shareholders</b>	<b>–</b>	<b>–</b>

**Accounting policies**

The accounting policies applied are consistent with those of the financial statements for the year ended 31 March 2018 and are described in those annual financial statements.



## AVIVA INVESTORS MULTI-STRATEGY TARGET INCOME FUND

### INVESTMENT OBJECTIVE

The Fund aims to deliver an annual income yield of 4% above the Bank of England Base Rate before corporation tax payable by the Fund\* regardless of the prevailing market environment. In addition the Fund aims to preserve capital, and to manage volatility to a target of less than half the volatility of global equities over rolling three year periods.

These aims, however, are not guaranteed and it may not always be possible to achieve them over the periods stated, or over any period of investment. Consequently, investors' capital is at risk.

\* The target income yield is an annual target measured from 1st April to 31st March each year. The target income yield will be measured daily using the prevailing Bank of England Base Rate and is based on the daily net asset value of the Fund. Income on the Fund will be paid monthly.

### INVESTMENT POLICY

In aiming to achieve the investment objective, the Fund may invest globally in any of the following financial instruments: transferable securities, money market instruments, fixed interest securities, units in collective investment schemes, derivatives, forwards and deposits.

The Fund will make significant use of derivative instruments including: futures, options, swaps, swaptions and forwards. The Fund may take both long and synthetic short positions and derivative usage may include but is not limited to derivatives on interest rates, inflation rates, bonds, credit, equity, financial indices, volatility, dividend payments and currencies.

Derivatives usage may be for the purposes of hedging, efficient portfolio management, or investment purposes and may be exchange traded or traded off exchange through market counterparties. The use of derivative instruments as part of the investment policy may mean that the Fund may, from time to time, have substantial holdings in liquid assets including deposits and money market instruments.

### FUND MANAGER'S REPORT

On 4 June 2018, share class 6 of this Fund was renamed as share class 1, share class 8 of this Fund was renamed as share class 3, share class 3 of this Fund was renamed as share class 5 and share class 5 of this Fund was renamed as share class 9.

#### PERFORMANCE

Over the six months ended 30 September 2018, the Fund\* returned 0.14 per cent.

The Fund distributed monthly income of 0.31 pence per unit during this six-month period. The fund managers also generated a positive total return though, after the distribution of income, there was a net reduction in capital.

#### REVIEW

The Fund benefited from exposure to US corporate bonds. Against a backdrop of strong economic growth in the US, further fuelled by the tax cuts that were enacted at the end of 2017, these delivered positive returns. A range of other income generating strategies also contributed, including our global equity income and property exposures, as well as holdings in emerging market bonds.

Given the growth backdrop, we have been anticipating that central banks would have a bias to raising interest rates. In turn, this should lead to weakness in government bond markets. This proved to be the case over the period as investors priced in higher yields, with the result that our positioning in both the US and UK markets proved supportive.

However, in contrast to these gains, our exposure to emerging markets, which have mostly been very troubled in this period, proved negative. Investors believe that higher interest rates in the US, and a strong US dollar, will create a challenging environment for emerging market authorities and companies. As a result, these assets have generally sold-off. With the exception of bonds noted above, our emerging market exposure, whether equities or currencies, has largely proved to be a headwind.

Looking ahead, we believe that central banks are more likely to raise rates than to lower them. This creates a challenging environment for income generating assets. We remain positioned to generate the target level of income, while seeking to protect capital against this key risk.

#### October 2018

\* Fund performance figures –share class 1, source Lipper, total return, net of fees, in GBP, as at 30 September 2018.

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

## AVIVA INVESTORS MULTI-STRATEGY TARGET INCOME FUND (CONTINUED)

**Material Portfolio Changes**

Purchases	Sales
UK Treasury Inflation Linked 0.375% 22/03/2062	UK Treasury Inflation Linked 0.375% 22/03/2062
Vonovia	MUFG Bank 80% 01/08/2018
MUFG Bank 80% 01/08/2018	Banque Federative Du Credit 0.51% 05/04/2018
ING Bank 0.80% 01/08/2018	Natixis 0.66% 01/06/2018
ING Bank 0.81% 01/08/2018	Bank of Tokyo-Mitsubishi UFJ 0.52% 18/04/2018
Sumitomo Mitsui Banking 0.61% 31/08/2018	Svenska Handelsbanken 0.79% 09/08/2018
First Abu Dhabi Bank 0.80% 06/08/2018	First Abu Dhabi Bank 0.84% 13/08/2018
First Abu Dhabi Bank 0.84% 13/08/2018	Standard Chartered Bank 0.75% 23/07/2018
Svenska Handelsbanken 0.79% 09/08/2018	First Abu Dhabi Bank 0.80% 06/08/2018
Sumitomo Mitsui Banking 0.54% 14/05/2018	ING Bank 0.81% 01/08/2018

**Synthetic Risk and Reward Indicator**

The Fund has been allocated a risk number based on the higher of the historic volatility of its share price, the historic volatility of its current asset classes or its intended maximum risk levels.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Bond values are affected by changes in interest rates, and the bond issuer's creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default.
- The value of investments will be affected by changes in exchange rates.
- Where a third party appointed to manage transactions or ensure the safe keeping of assets fails in their duty a loss may occur.
- Financial derivatives may only require a low initial deposit relative to the asset exposure, a relatively small price movement in the underlying asset may result in substantial losses to the Fund.
- Developing market investments can be less easy to buy and sell, and their values may be influenced by the economic and political risks of the countries of issue.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## INVESTMENT PERFORMANCE

## Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	31.03.16	839	840,074	99.86
	31.03.17	1,169	1,214,600	96.26
	30.03.18	1,297	1,450,505	89.45
	30.09.18	1,448	1,651,264	87.66
Class 2	31.03.16	357,309	356,823,300	100.14
	31.03.17	984,252	1,017,624,648	96.72
	30.03.18	643,308	714,317,008	90.06
	30.09.18	290,047	328,272,387	88.36
Class 3	31.03.16**	163,651	162,559,599	100.67
	31.03.17	1,371,929	1,407,967,514	97.44
	30.03.18	1,263,020	1,389,088,493	90.92
	30.09.18	1,339,215	1,499,284,864	89.32
Class 5	31.03.16	167,381	165,964,794	100.85
	31.03.17	79	80,838	97.53
	30.03.18	134,872	148,328,866	90.93
	30.09.18	86,920	97,351,114	89.28
Class 9	31.03.16	14,405	14,378,207	100.18
	30.03.17	36,301	37,497,622	96.81
	30.03.18	22,837	25,324,984	90.18
	30.09.18	18,678	21,107,303	88.49

\* Valued at bid market prices.

\*\* Share class 3 was launched on 2 October 2015.

## Share Price Record – Income Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2016	105.87	99.93
	2017	100.48	96.30
	2018	97.18	89.01
	2019**	90.97	87.40
Class 2	2016	105.94	100.20
	2017	100.78	96.73
	2018	97.68	89.63
	2019**	91.60	88.04
Class 3	2016***	103.69	100.72
	2017	101.35	97.42
	2018	98.45	90.52
	2019**	92.50	88.95
Class 5	2016	106.12	100.69
	2017	101.58	97.52
	2018	98.52	90.53
	2019**	92.49	88.93
Class 9	2016	105.95	100.25
	2017	100.84	96.81
	2018	97.78	89.75
	2019**	91.72	88.16

\* Valued at mid market prices.

\*\* Up to 30 September 2018.

\*\*\* Share class 3 was launched on 2 October 2015.

## INVESTMENT PERFORMANCE (CONTINUED)

**Ongoing Charges Figure\***

Share class	30.09.18	31.03.18
Class 1	1.10%	1.10%
Class 2	0.85%	0.85%
Class 3	0.58%	0.58%
Class 5	0.69%	0.69%
Class 9	0.80%	0.80%

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

**Revenue Record – Income Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 31 March 2015 (2 October 2015 for share class 3).

Share class	Financial year	Net revenue per share	Per £1,000 invested (£)
Class 1	2016	4.4856	42.68
	2017	4.3099	41.01
	2018	4.2081	40.04
	2019*	1.8600	17.70
Class 2	2016	4.4927	42.72
	2017	4.3259	41.13
	2018	4.2420	40.34
	2019*	1.8600	17.69
Class 3	2016**	2.3601	23.23
	2017	4.3534	42.85
	2018	4.2756	42.09
	2019*	1.8600	18.31
Class 5	2016	4.5129	42.84
	2017	4.3461	41.26
	2018	4.2632	40.47
	2019*	1.8600	17.66
Class 9	2016	4.4924	42.71
	2017	4.3288	41.16
	2018	4.2470	40.38
	2019*	1.8600	17.68

\* Up to 31 October 2018 (the interim distribution payment date).

\*\* From 2 October 2015 (date of launch).

## PORTFOLIO STATEMENT

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Collective Investment Schemes 0.61% (0.76%)</b>				
Lyxor MSCI India Fund C-EUR	EUR	772,495	10,561	0.61
<b>Collective Investment Schemes total</b>			<b>10,561</b>	<b>0.61</b>
<b>Equities 47.19% (41.38%)</b>				
<b>Australia 0.17% (0.16%)</b>				
Vicinity Centres, REIT	AUD	2,047,276	2,976	0.17
			2,976	0.17
<b>Bermuda 0.11% (0.41%)</b>				
China Gas Holdings	HKD	543,566	1,177	0.07
VTech Holdings	HKD	86,710	768	0.04
			1,945	0.11
<b>Brazil 0.56% (0.81%)</b>				
Grendene	BRL	227,436	294	0.02
Itau Unibanco Holding Preference	BRL	363,773	3,082	0.18
Kroton Educacional	BRL	329,352	720	0.04
Multiplus	BRL	151,779	710	0.04
Telefonica Brasil, ADR Preference	USD	105,450	786	0.04
Ultrapar Participacoes	BRL	65,909	473	0.03
Vale	BRL	323,776	3,716	0.21
			9,781	0.56
<b>Canada 0.00% (0.11%)</b>				
<b>Cayman Islands 1.04% (1.07%)</b>				
China Medical System Holdings	HKD	1,441,516	1,537	0.09
China Resources Land	HKD	206,000	552	0.03
Hengan International Group	HKD	54,000	382	0.02
NetEase, ADR	USD	3,966	694	0.04
Sands China	HKD	439,134	1,523	0.09
Shenzhen International Group Holdings	HKD	632,757	6,207	0.36
Tencent Holdings	HKD	227,750	7,214	0.41
			18,109	1.04
<b>Chile 0.12% (0.15%)</b>				
Banco de Chile	CLP	18,751,434	2,172	0.12
			2,172	0.12
<b>China 5.63% (1.40%)</b>				
Agricultural Bank of China 'H'	HKD	7,151,000	2,691	0.15
Air China 'H'	HKD	538,000	398	0.02
Anhui Conch Cement 'H'	HKD	320,000	1,480	0.09
Bank of China 'H'	HKD	20,538,000	6,984	0.40
Bank of Communications 'H'	HKD	2,265,000	1,301	0.07
BYD 'H'	HKD	165,500	911	0.05
CGN Power 'H'	HKD	2,724,000	497	0.03
China Cinda Asset Management 'H'	HKD	2,262,000	437	0.02
China CITIC Bank 'H'	HKD	2,505,000	1,230	0.07
China Communications Construction 'H'	HKD	1,143,000	896	0.05
China Construction Bank 'H'	HKD	12,333,000	8,255	0.48
China Galaxy Securities 'H'	HKD	889,000	317	0.02
China Huarong Asset Management 'H'	HKD	2,568,000	362	0.02
China Life Insurance 'H'	HKD	1,925,000	3,354	0.19
China Merchants Bank 'H'	HKD	1,009,000	3,139	0.18
China Minsheng Banking 'H'	HKD	1,819,400	1,034	0.06
China Pacific Insurance Group 'H'	HKD	680,400	2,014	0.12
China Petroleum & Chemical 'H'	HKD	10,984,552	8,440	0.49
China Railway Group 'H'	HKD	1,036,000	787	0.05
China Shenhua Energy 'H'	HKD	875,500	1,534	0.09
China Telecom 'H'	HKD	3,404,000	1,291	0.07
China Vanke 'H'	HKD	338,300	857	0.05
CITIC Securities 'H'	HKD	500,500	681	0.04

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>China 5.63% (1.40%) (continued)</b>				
CRRC 'H'	HKD	1,128,000	789	0.05
Delta One (UBS) Warrant 26/09/2019	USD	397,674	1,792	0.10
Dongfeng Motor Group 'H'	HKD	702,000	554	0.03
Fuyao Glass Industry Group 'H'	HKD	758,200	2,103	0.12
GF Securities 'H'	HKD	391,600	385	0.02
Great Wall Motor 'H'	HKD	809,500	396	0.02
Guangzhou Automobile Group 'H'	HKD	756,000	642	0.04
Haitong Securities 'H'	HKD	827,200	577	0.03
Huaneng Power International 'H'	HKD	3,139,097	1,581	0.09
Huatai Securities 'H'	HKD	421,000	462	0.03
Industrial & Commercial Bank of China 'H'	HKD	25,190,703	14,121	0.81
New China Life Insurance 'H'	HKD	213,900	786	0.05
People's Insurance Co. Group of China 'H'	HKD	1,904,000	655	0.04
PetroChina 'H'	HKD	5,464,000	3,390	0.20
PICC Property & Casualty 'H'	HKD	1,785,000	1,616	0.09
Ping An Insurance Group Co. of China 'H'	HKD	1,534,953	11,951	0.69
Postal Savings Bank of China 'H'	HKD	2,299,000	1,111	0.06
SAIC Motor (UBS) Warrant 13/03/2019	USD	988,770	3,605	0.21
Sinopharm Group 'H'	HKD	307,600	1,153	0.07
Zhejiang Expressway 'H'	HKD	1,342,934	857	0.05
ZhongAn Online P&C Insurance 'H'	HKD	90,900	284	0.02
			97,700	5.63
<b>Czech Republic 0.07% (0.08%)</b>				
Komerční banka	CZK	38,154	1,195	0.07
			1,195	0.07
<b>Denmark 0.00% (0.14%)</b>				
<b>Finland 0.31% (0.82%)</b>				
Kone 'B'	EUR	131,687	5,401	0.31
			5,401	0.31
<b>France 2.96% (3.15%)</b>				
AXA	EUR	347,652	7,165	0.41
BNP Paribas	EUR	111,584	5,238	0.30
ICADE, REIT	EUR	31,208	2,213	0.13
Klepierre, REIT	EUR	66,688	1,812	0.11
Orange	EUR	898,796	10,995	0.63
TOTAL	EUR	394,389	19,615	1.13
Vinci	EUR	59,684	4,360	0.25
			51,398	2.96
<b>Germany 5.96% (3.11%)</b>				
Allianz	EUR	36,761	6,294	0.36
BASF	EUR	73,403	5,003	0.29
Deutsche Post	EUR	197,809	5,400	0.31
Deutsche Telekom	EUR	467,877	5,791	0.33
Deutsche Wohnen	EUR	574,363	21,149	1.22
LEG Immobilien	EUR	163,787	14,902	0.86
Muenchener Rueckversicherungs-Gesellschaft	EUR	39,545	6,715	0.39
SAP	EUR	35,049	3,317	0.19
TAG Immobilien	EUR	145,907	2,662	0.15
Vonovia	EUR	860,086	32,205	1.86
			103,438	5.96

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Hong Kong 0.66% (0.12%)</b>				
China Mobile	HKD	726,159	5,487	0.31
CITIC	HKD	438,000	500	0.03
CNOOC	HKD	1,337,000	2,031	0.12
CSPC Pharmaceutical Group	HKD	350,000	570	0.03
Guangdong Investment	HKD	224,000	305	0.02
Sun Hung Kai Properties	HKD	232,317	2,595	0.15
			11,488	0.66
<b>Indonesia 0.23% (0.29%)</b>				
Astra International	IDR	4,969,793	1,880	0.11
Bank Rakyat Indonesia Persero	IDR	7,658,217	1,237	0.07
Telekomunikasi Indonesia Persero	IDR	4,480,643	837	0.05
			3,954	0.23
<b>Japan 5.27% (0.43%)</b>				
Activia Properties, REIT	JPY	715	2,375	0.14
Advance Residence Investment, REIT	JPY	1,453	2,843	0.16
AEON REIT Investment	JPY	1,531	1,260	0.07
Comforia Residential REIT	JPY	569	1,027	0.06
CRE Logistics REIT	JPY	150	110	0.01
Daiwa House REIT Investment	JPY	1,867	3,272	0.19
Daiwa Office Investment, REIT	JPY	345	1,593	0.09
Frontier Real Estate Investment, REIT	JPY	508	1,514	0.09
Fukuoka REIT	JPY	771	914	0.05
Global One Real Estate Investment, REIT	JPY	961	757	0.04
GLP J-Reit, REIT	JPY	5,547	4,134	0.24
Hankyu Hanshin REIT	JPY	619	591	0.03
Health Care & Medical Investment, REIT	JPY	206	162	0.01
Heiwa Real Estate REIT	JPY	929	718	0.04
Hoshino Resorts REIT	JPY	227	857	0.05
Hulic Reit	JPY	1,075	1,196	0.07
Ichigo Hotel REIT Investment	JPY	261	249	0.01
Ichigo Office REIT Investment	JPY	1,231	776	0.04
Industrial & Infrastructure Fund Investment, REIT	JPY	1,737	1,343	0.08
Invesco Office J-Reit, REIT	JPY	8,836	966	0.05
Invincible Investment, REIT	JPY	5,216	1,671	0.10
Japan Excellent, REIT	JPY	1,335	1,357	0.08
Japan Hotel REIT Investment	JPY	6,058	3,378	0.19
Japan Logistics Fund, REIT	JPY	996	1,503	0.09
Japan Prime Realty Investment, REIT	JPY	944	2,581	0.15
Japan Real Estate Investment, REIT	JPY	1,491	5,979	0.34
Japan Rental Housing Investments, REIT	JPY	1,677	1,017	0.06
Japan Retail Fund Investment, REIT	JPY	2,818	3,921	0.22
Kenedix Office Investment, REIT	JPY	462	2,261	0.13
Kenedix Residential Investment, REIT	JPY	877	1,028	0.06
Kenedix Retail REIT	JPY	547	898	0.05
LaSalle Logiport REIT	JPY	3,951	2,785	0.16
Marimo Regional Revitalization REIT	JPY	133	102	0.01
MCUBS MidCity Investment, REIT	JPY	1,680	979	0.06
Mirai, REIT	JPY	345	451	0.03
Mitsubishi Estate Logistics REIT Investment	JPY	139	232	0.01
Mitsui Fudosan Logistics Park, REIT	JPY	255	548	0.03
Mori Hills REIT Investment	JPY	1,708	1,664	0.09
Mori Trust Hotel Reit	JPY	350	332	0.02

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 5.27% (0.43%) (continued)</b>				
Mori Trust Sogo Reit	JPY	1,066	1,165	0.07
Nippon Accommodations Fund, REIT	JPY	496	1,688	0.10
Nippon Building Fund, REIT	JPY	1,444	6,385	0.37
Nippon Healthcare Investment, REIT	JPY	72	88	–
Nippon Prologis REIT	JPY	2,483	3,763	0.22
NIPPON REIT Investment	JPY	482	1,196	0.07
Nomura Real Estate Master Fund, REIT	JPY	4,418	4,617	0.27
One REIT	JPY	181	300	0.02
Ooedo Onsen Reit Investment	JPY	241	142	0.01
Orix JREIT, REIT	JPY	2,970	3,555	0.20
Premier Investment, REIT	JPY	1,418	1,142	0.06
Sakura Sogo REIT Investment	JPY	321	194	0.01
Samty Residential Investment, REIT	JPY	270	165	0.01
Sekisui House Reit	JPY	3,873	1,877	0.11
Star Asia Investment, REIT	JPY	406	284	0.02
Starts Proceed Investment, REIT	JPY	242	280	0.02
Tokyu REIT	JPY	1,000	1,059	0.06
Tosei Reit Investment	JPY	240	185	0.01
United Urban Investment, REIT	JPY	3,288	3,958	0.23
XYMAX REIT Investment	JPY	137	106	0.01
			91,493	5.27
<b>Jersey 0.39% (0.24%)</b>				
Glencore	GBP	2,061,622	6,836	0.39
			6,836	0.39
<b>Luxembourg 1.19% (0.00%)</b>				
ADO Properties	EUR	37,447	1,724	0.10
Aroundtown	EUR	2,151,091	14,638	0.84
Grand City Properties	EUR	212,314	4,225	0.25
			20,587	1.19
<b>Malaysia 0.29% (0.38%)</b>				
Malayan Banking	MYR	1,822,600	3,303	0.19
Sunway	MYR	5,896,073	1,650	0.10
Sunway Warrant 31/12/2024	MYR	728,954	42	–
			4,995	0.29
<b>Mexico 0.26% (0.30%)</b>				
Grupo Financiero Banorte 'O'	MXN	233,083	1,291	0.08
Grupo Mexico	MXN	662,369	1,462	0.08
Kimberly-Clark de Mexico 'A'	MXN	643,325	876	0.05
Macquarie Mexico Real Estate Management, REIT	MXN	1,026,874	943	0.05
			4,572	0.26
<b>Netherlands 0.83% (1.35%)</b>				
ING Groep	EUR	469,545	4,677	0.27
Koninklijke Philips	EUR	133,926	4,680	0.27
LyondellBasell Industries 'A'	USD	45,065	3,542	0.21
NSI, REIT	EUR	45,750	1,443	0.08
			14,342	0.83
<b>Philippines 0.13% (0.14%)</b>				
Aboitiz Power	PHP	1,842,300	871	0.05
Globe Telecom	PHP	43,560	1,360	0.08
			2,231	0.13
<b>Russia 0.20% (0.45%)</b>				
LUKOIL, ADR	USD	59,748	3,504	0.20
			3,504	0.20



## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Singapore 0.17% (0.92%)</b>				
Ascendas Real Estate Investment Trust	SGD	1,660,900	2,452	0.14
Mapletree Logistics Trust, REIT	SGD	774,600	530	0.03
			2,982	0.17
<b>South Africa 0.34% (0.60%)</b>				
Absa Group	ZAR	165,889	1,361	0.08
Bidvest Group	ZAR	174,797	1,748	0.10
Foschini Group	ZAR	234,148	2,200	0.13
Sasol	ZAR	20,904	620	0.03
			5,929	0.34
<b>South Korea 0.97% (1.23%)</b>				
Coway	KRW	13,800	826	0.05
DB Insurance	KRW	19,222	966	0.05
Hyundai Motor Preference	KRW	7,149	417	0.02
Hyundai Motor	KRW	1,758	157	0.01
KB Financial Group	KRW	46,312	1,732	0.10
Korea Electric Power	KRW	34,165	693	0.04
KT&G	KRW	33,190	2,375	0.14
Macquarie Korea Infrastructure Fund	KRW	199,059	1,252	0.07
Samsung Electronics	KRW	216,447	6,951	0.40
SK Telecom	KRW	7,815	1,524	0.09
			16,893	0.97
<b>Supranational 0.48% (0.00%)</b>				
Unibail-Rodamco-Westfield, REIT	EUR	54,177	8,359	0.48
			8,359	0.48
<b>Sweden 0.43% (0.44%)</b>				
Swedbank 'A'	SEK	388,351	7,394	0.43
			7,394	0.43
<b>Switzerland 0.41% (1.44%)</b>				
Nestle	CHF	111,730	7,175	0.41
			7,175	0.41
<b>Taiwan 1.07% (1.34%)</b>				
Chicony Electronics (Macquarie Bank) Warrant 29/03/2019	USD	982,521	1,525	0.09
Hon Hai Precision Industry (Macquarie Bank) Warrant 31/03/2020	USD	1,286,676	2,558	0.15
Huaku Development (Macquarie Bank) Warrant 29/03/2019	USD	625,774	1,053	0.06
Lite-On Technology (Macquarie Bank) Warrant 29/03/2019	USD	616,310	594	0.04
Mega Financial Holding (Macquarie Bank) Warrant 29/03/2019	USD	4,360,455	3,011	0.17
Pegatron (Macquarie Bank) Warrant 29/03/2019	USD	795,930	1,221	0.07
Taiwan Semiconductor Manufacturing (Macquarie Bank) Warrant 29/03/2019	USD	1,158,813	7,637	0.44
WT Microelectronics (Macquarie Bank) Warrant 29/03/2019	USD	851,890	912	0.05
			18,511	1.07
<b>Thailand 0.35% (0.38%)</b>				
Delta Electronics Thailand	THB	846,600	1,395	0.08
Kiatnakin Bank	THB	1,269,300	2,257	0.13
Krung Thai Bank	THB	2,508,400	1,196	0.07
Quality Houses	THB	14,686,800	1,198	0.07
			6,046	0.35
<b>Turkey 0.09% (0.19%)</b>				
Ford Otomotiv Sanayi	TRY	104,213	875	0.05
Turk Traktor ve Ziraat Makineleri	TRY	28,807	177	0.01
Turkiye Garanti Bankasi	TRY	501,021	492	0.03
			1,544	0.09

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United Kingdom 7.41% (10.10%)</b>				
Anglo American	GBP	391,190	6,739	0.39
Antofagasta	GBP	772,988	6,609	0.38
Assura, REIT	GBP	4,849,395	2,624	0.15
AstraZeneca	GBP	100,311	5,981	0.34
BAE Systems	GBP	1,158,454	7,296	0.42
BHP Billiton	GBP	409,904	6,850	0.39
Big Yellow Group, REIT	GBP	265,711	2,439	0.14
BP	GBP	1,193,923	7,036	0.41
British American Tobacco	GBP	43,640	1,564	0.09
Compass Group	GBP	267,602	4,565	0.26
Diageo	GBP	166,849	4,537	0.26
Legal & General Group	GBP	2,917,697	7,650	0.44
National Grid	GBP	547,515	4,332	0.25
NewRiver REIT	GBP	1,271,179	3,280	0.19
Prudential	GBP	401,593	7,066	0.41
RELX	GBP	313,818	5,067	0.29
Rio Tinto	GBP	370,153	14,362	0.83
Royal Dutch Shell 'A'	EUR	263,879	6,951	0.40
Royal Dutch Shell 'B'	GBP	265,264	7,133	0.41
Sage Group	GBP	786,523	4,612	0.27
Severn Trent	GBP	239,991	4,437	0.26
Unilever	GBP	177,786	7,495	0.43
			128,625	7.41
<b>United States of America 9.09% (9.63%)</b>				
Applied Materials	USD	171,749	5,090	0.29
Blackstone Mortgage Trust, REIT 'A'	USD	47,692	1,225	0.07
Boeing	USD	22,198	6,331	0.36
Broadcom	USD	28,826	5,454	0.31
Chevron	USD	51,589	4,837	0.28
Cisco Systems	USD	146,857	5,480	0.32
CoreSite Realty, REIT	USD	46,896	3,995	0.23
Crown Castle International, REIT	USD	27,557	2,352	0.14
Digital Realty Trust, REIT	USD	38,506	3,320	0.19
Essex Property Trust, REIT	USD	10,850	2,053	0.12
Extra Space Storage, REIT	USD	29,184	1,939	0.11
Federal Realty Investment Trust, REIT	USD	18,339	1,778	0.10
Healthcare Trust of America, REIT 'A'	USD	114,333	2,337	0.13
Home Depot	USD	46,904	7,450	0.43
Honeywell International	USD	29,000	3,700	0.21
HP	USD	276,673	5,465	0.32
Invitation Homes, REIT	USD	70,861	1,245	0.07
JPMorgan Chase	USD	83,702	7,242	0.42
Kimco Realty, REIT	USD	166,166	2,133	0.12
Las Vegas Sands	USD	95,405	4,341	0.25
McDonald's	USD	61,030	7,829	0.45
Merck	USD	100,078	5,444	0.31
Microsoft	USD	61,581	5,405	0.31
NextEra Energy	USD	34,628	4,450	0.26
Occidental Petroleum	USD	51,442	3,241	0.19
Pfizer	USD	285,907	9,662	0.56
Praxair	USD	42,715	5,265	0.30
Prologis, REIT	USD	37,084	1,928	0.11
Raytheon	USD	31,407	4,977	0.29
Rexford Industrial Realty, REIT	USD	62,545	1,532	0.09
Simon Property Group, REIT	USD	21,858	2,963	0.17
STORE Capital, REIT	USD	118,338	2,521	0.15
Texas Instruments	USD	69,908	5,752	0.33
UnitedHealth Group	USD	46,715	9,528	0.55

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 9.09% (9.63%) (continued)</b>				
Verizon Communications	USD	3,748	153	0.01
WEC Energy Group	USD	126,968	6,500	0.37
Welltower, REIT	USD	60,280	2,973	0.17
			157,890	9.09
<b>Equities total</b>			<b>819,465</b>	<b>47.19</b>
<b>Government Bonds 9.84% (7.08%)</b>				
<b>Angola 0.17% (0.00%)</b>				
Angola Government Bond 8.25% 09/05/2028	USD	3,700,000	2,926	0.17
			2,926	0.17
<b>Argentina 0.24% (0.23%)</b>				
Argentina Government Bond 5.63% 26/01/2022	USD	3,083,000	2,136	0.12
Argentina Government Bond 4.63% 11/01/2023	USD	3,245,000	2,102	0.12
			4,238	0.24
<b>Azerbaijan 0.11% (0.00%)</b>				
Azerbaijan Government Bond 3.50% 01/09/2032	USD	3,000,000	1,959	0.11
			1,959	0.11
<b>Brazil 0.42% (0.40%)</b>				
Brazil Government Bond 4.63% 13/01/2028	USD	3,100,000	2,175	0.12
Brazil Notas do Tesouro Nacional 10.00% 01/01/2023	BRL	2,705,000	5,177	0.30
			7,352	0.42
<b>Costa Rica 0.09% (0.00%)</b>				
Costa Rica Government Bond 4.25% 26/01/2023	USD	2,228,000	1,535	0.09
			1,535	0.09
<b>Dominican Republic 0.21% (0.00%)</b>				
Dominican Republic Government Bond 5.95% 25/01/2027	USD	3,000,000	2,344	0.13
Dominican Republic Government Bond 6.00% 19/07/2028	USD	1,765,000	1,378	0.08
			3,722	0.21
<b>Egypt 0.12% (0.22%)</b>				
Egypt Government Bond 6.13% 31/01/2022	USD	2,678,000	2,054	0.12
			2,054	0.12
<b>El Salvador 0.13% (0.00%)</b>				
El Salvador Government Bond 7.65% 15/06/2035	USD	3,100,000	2,302	0.13
			2,302	0.13
<b>Hungary 0.16% (0.00%)</b>				
Hungary Government Bond 5.38% 25/03/2024	USD	3,442,000	2,826	0.16
			2,826	0.16
<b>Indonesia 3.32% (3.23%)</b>				
Indonesia Government Bond 3.85% 18/07/2027	USD	2,500,000	1,829	0.10
Indonesia Treasury 8.25% 15/07/2021	IDR	474,400,000,000	24,635	1.42
Indonesia Treasury 7.00% 15/05/2022	IDR	61,235,000,000	3,051	0.18
Indonesia Treasury 8.38% 15/03/2024	IDR	197,005,000,000	10,154	0.58
Indonesia Treasury 8.38% 15/09/2026	IDR	288,759,000,000	14,977	0.86
Perusahaan Penerbit SBSN Indonesia III 4.55% 29/03/2026	USD	4,000,000	3,051	0.18
			57,697	3.32
<b>Iraq 0.13% (0.07%)</b>				
Iraq Government Bond 6.75% 09/03/2023	USD	3,000,000	2,297	0.13
			2,297	0.13
<b>Ivory Coast 0.14% (0.07%)</b>				
Ivory Coast Government Bond 6.13% 15/06/2033	USD	3,561,000	2,493	0.14
			2,493	0.14

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Kenya 0.11% (0.00%)</b>				
Kenya Government Bond 7.25% 28/02/2028	USD	2,500,000	1,866	0.11
			1,866	0.11
<b>Lebanon 0.00% (0.07%)</b>				
<b>Malaysia 0.36% (0.30%)</b>				
Malaysia Government Bond 3.62% 30/11/2021	MYR	33,750,000	6,255	0.36
			6,255	0.36
<b>Mexico 0.91% (0.47%)</b>				
Mexican Bonos 6.50% 09/06/2022	MXN	65,000,000	2,559	0.15
Mexican Bonos 7.50% 03/06/2027	MXN	232,523,700	9,272	0.53
Mexican Bonos 'A' 10.00% 05/12/2024	MXN	88,229,300	4,011	0.23
			15,842	0.91
<b>Oman 0.18% (0.07%)</b>				
Oman Government Bond 4.13% 17/01/2023	USD	2,200,000	1,643	0.10
Oman Government Bond 6.50% 08/03/2047	USD	2,000,000	1,459	0.08
			3,102	0.18
<b>Paraguay 0.22% (0.09%)</b>				
Paraguay Government Bond 4.63% 25/01/2023	USD	4,870,000	3,784	0.22
			3,784	0.22
<b>Peru 0.80% (0.43%)</b>				
Peru Government Bond 8.20% 12/08/2026	PEN	32,300,000	8,872	0.51
Peru Government Bond 6.35% 12/08/2028	PEN	12,300,000	3,008	0.17
Peru Government Bond 5.63% 18/11/2050	USD	2,200,000	1,999	0.12
			13,879	0.80
<b>Qatar 0.37% (0.00%)</b>				
Qatar Government Bond 3.88% 23/04/2023	USD	3,252,000	2,510	0.15
Qatar Government Bond 5.10% 23/04/2048	USD	4,800,000	3,824	0.22
			6,334	0.37
<b>Russia 0.66% (0.53%)</b>				
Russian Federal Bond – OFZ 6.40% 27/05/2020	RUB	157,550,000	1,810	0.10
Russian Federal Bond – OFZ 7.60% 20/07/2022	RUB	685,000,000	7,919	0.46
Russian Federal Bond – OFZ 8.15% 03/02/2027	RUB	148,334,000	1,713	0.10
			11,442	0.66
<b>Saudi Arabia 0.20% (0.11%)</b>				
Saudi Government Bond 2.38% 26/10/2021	USD	4,602,000	3,403	0.20
			3,403	0.20
<b>Senegal 0.12% (0.03%)</b>				
Senegal Government Bond 8.75% 13/05/2021	USD	2,460,000	2,048	0.12
			2,048	0.12
<b>Serbia 0.25% (0.11%)</b>				
Serbia Government Bond 7.25% 28/09/2021	USD	5,119,000	4,270	0.25
			4,270	0.25
<b>Sri Lanka 0.14% (0.09%)</b>				
Sri Lanka Government Bond 6.00% 14/01/2019	USD	3,050,000	2,339	0.14
			2,339	0.14
<b>Turkey 0.00% (0.13%)</b>				
<b>Ukraine 0.28% (0.14%)</b>				
Ukraine Government Bond 7.75% 01/09/2020	USD	3,900,000	3,003	0.17
Ukraine Government Bond 7.75% 01/09/2022	USD	2,435,000	1,861	0.11
			4,864	0.28
<b>Uruguay 0.00% (0.29%)</b>				
<b>Government Bonds total</b>			<b>170,829</b>	<b>9.84</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Corporate Bonds 20.94% (14.25%)</b>				
<b>Argentina 0.00% (0.07%)</b>				
<b>Australia 0.06% (0.12%)</b>				
FMG Resources August 2006 4.75% 15/05/2022	USD	1,075,000	806	0.05
FMG Resources August 2006 5.13% 15/03/2023	USD	320,000	240	0.01
			1,046	0.06
<b>Austria 0.51% (0.00%)</b>				
Erste Group Bank, FRN 8.88% Perpetual	EUR	4,600,000	4,744	0.27
Erste Group Bank, FRN 6.50% Perpetual	EUR	4,400,000	4,181	0.24
			8,925	0.51
<b>Belgium 0.16% (0.00%)</b>				
Belfius Bank, FRN 3.63% Perpetual	EUR	3,800,000	2,820	0.16
			2,820	0.16
<b>Bermuda 0.17% (0.14%)</b>				
Cosan 5.95% 20/09/2024	USD	2,050,000	1,488	0.09
Fly Leasing 6.38% 15/10/2021	USD	800,000	632	0.04
Viking Cruises 5.88% 15/09/2027	USD	1,000,000	746	0.04
			2,866	0.17
<b>Brazil 0.08% (0.06%)</b>				
Cia Brasileira de Alumínio 6.75% 05/04/2021	USD	1,747,000	1,384	0.08
			1,384	0.08
<b>Canada 0.41% (0.41%)</b>				
1011778 BC 4.25% 15/05/2024	USD	650,000	472	0.03
Bausch Health 7.50% 15/07/2021	USD	775,000	606	0.03
Bausch Health 5.88% 15/05/2023	USD	1,000,000	746	0.04
Bombardier 7.50% 15/03/2025	USD	595,000	467	0.03
Eldorado Gold 6.13% 15/12/2020	USD	886,000	646	0.04
IAMGOLD 7.00% 15/04/2025	USD	1,090,000	829	0.05
Kinross Gold 4.50% 15/07/2027	USD	1,400,000	960	0.06
Seven Generations Energy 5.38% 30/09/2025	USD	1,060,000	791	0.05
Teck Resources 4.50% 15/01/2021	USD	73,000	56	-
Teck Resources 6.25% 15/07/2041	USD	1,850,000	1,479	0.08
			7,052	0.41
<b>Chile 0.08% (0.07%)</b>				
Empresa Eléctrica Angamos 4.88% 25/05/2029	USD	1,913,000	1,447	0.08
			1,447	0.08
<b>Colombia 0.14% (0.07%)</b>				
Ecopetrol 5.88% 18/09/2023	USD	2,925,000	2,379	0.14
			2,379	0.14
<b>Costa Rica 0.09% (0.07%)</b>				
Banco Nacional de Costa Rica 5.88% 25/04/2021	USD	2,000,000	1,519	0.09
			1,519	0.09
<b>Croatia 0.15% (0.07%)</b>				
Hrvatska Elektroprivreda 5.88% 23/10/2022	USD	3,350,000	2,690	0.15
			2,690	0.15
<b>Denmark 1.57% (0.00%)</b>				
Danske Bank, FRN 5.88% Perpetual	EUR	10,659,000	9,660	0.56
Nykredit Realkredit, FRN 6.25% Perpetual	EUR	18,423,000	17,604	1.01
			27,264	1.57

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>France 1.56% (0.45%)</b>				
Altice France 8.13% 01/02/2027	USD	520,000	408	0.02
BNP Paribas, FRN 6.12% Perpetual	EUR	7,812,000	7,654	0.44
Credit Agricole, FRN 6.50% Perpetual	EUR	9,948,000	9,696	0.56
Societe Generale, FRN 6.75% Perpetual	EUR	9,688,000	9,291	0.54
			27,049	1.56
<b>Germany 0.04% (0.08%)</b>				
IHO Verwaltungs 4.12% 15/09/2021	USD	945,000	717	0.04
			717	0.04
<b>India 0.13% (0.07%)</b>				
Rural Electrification 3.88% 07/07/2027	USD	3,250,000	2,224	0.13
			2,224	0.13
<b>Italy 0.00% (0.30%)</b>				
<b>Japan 0.00% (0.11%)</b>				
<b>Jersey 0.00% (0.47%)</b>				
<b>Kazakhstan 0.22% (0.14%)</b>				
KazMunayGas National 4.75% 24/04/2025	USD	2,500,000	1,936	0.11
KazTransGas 4.38% 26/09/2027	USD	2,660,000	1,942	0.11
			3,878	0.22
<b>Luxembourg 0.47% (0.35%)</b>				
Altice Luxembourg 7.75% 15/05/2022	USD	1,000,000	739	0.04
ARD Finance 7.13% 15/09/2023	USD	920,000	712	0.04
Consolidated Energy Finance 6.88% 15/06/2025	USD	1,545,000	1,231	0.07
INEOS Group Holdings 5.63% 01/08/2024	USD	925,000	694	0.04
Intelsat Jackson Holdings 8.00% 15/02/2024	USD	400,000	324	0.02
Intelsat Jackson Holdings 8.50% 15/10/2024	USD	540,000	416	0.02
LHMC Finco Sarl 7.88% 20/12/2023	USD	935,000	728	0.04
Mallinckrodt International Finance 5.75% 01/08/2022	USD	690,000	486	0.03
Millicom International Cellular 5.13% 15/01/2028	USD	2,080,000	1,464	0.09
Nexa Resources 5.38% 04/05/2027	USD	1,950,000	1,440	0.08
			8,234	0.47
<b>Malaysia 0.09% (0.07%)</b>				
Petronas Capital 5.25% 12/08/2019	USD	2,000,000	1,559	0.09
			1,559	0.09
<b>Mexico 0.32% (0.25%)</b>				
Banco Mercantil del Norte, FRN 6.87% Perpetual	USD	2,000,000	1,536	0.09
Petroleos Mexicanos 5.38% 13/03/2022	USD	3,975,000	3,127	0.18
Petroleos Mexicanos 5.35% 12/02/2028	USD	1,150,000	830	0.05
			5,493	0.32
<b>Netherlands 2.06% (0.68%)</b>				
ABN AMRO Bank, FRN 5.75% Perpetual	EUR	15,100,000	14,226	0.82
Alpha 3 6.25% 01/02/2025	USD	670,000	506	0.03
Cooperatieve Rabobank, FRN 6.62% Perpetual	EUR	13,800,000	13,631	0.78
Fiat Chrysler Automobiles 5.25% 15/04/2023	USD	615,000	479	0.03
GTH Finance 7.25% 26/04/2023	USD	2,000,000	1,593	0.09
OCI 6.63% 15/04/2023	USD	280,000	221	0.01
Petrobras Global Finance 8.38% 23/05/2021	USD	2,274,000	1,896	0.11
Petrobras Global Finance 7.38% 17/01/2027	USD	1,870,000	1,454	0.08
Stars Group Holdings 7.00% 15/07/2026	USD	140,000	111	0.01
Teva Pharmaceutical Finance Netherlands III 2.80% 21/07/2023	USD	1,800,000	1,227	0.07
Ziggo Bond Finance 5.88% 15/01/2025	USD	700,000	504	0.03
			35,848	2.06
<b>Pakistan 0.16% (0.13%)</b>				
Second Pakistan International Sukuk 6.75% 03/12/2019	USD	3,670,000	2,817	0.16
			2,817	0.16

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Panama 0.09% (0.07%)</b>				
Global Bank 4.50% 20/10/2021	USD	2,000,000	1,517	0.09
			<u>1,517</u>	<u>0.09</u>
<b>Peru 0.09% (0.07%)</b>				
SAN Miguel Industrias Pet 4.50% 18/09/2022	USD	2,000,000	1,497	0.09
			<u>1,497</u>	<u>0.09</u>
<b>Spain 2.40% (0.00%)</b>				
Banco Bilbao Vizcaya Argentaria, FRN 5.88% Perpetual	EUR	6,000,000	5,425	0.31
Banco Bilbao Vizcaya Argentaria, FRN 8.88% Perpetual	EUR	9,200,000	9,156	0.53
Banco de Sabadell, FRN 6.12% Perpetual	EUR	4,600,000	4,041	0.23
Banco Santander, FRN 4.75% Perpetual	EUR	3,600,000	2,876	0.17
Banco Santander, FRN 5.25% Perpetual	EUR	4,600,000	4,041	0.23
Banco Santander, FRN 6.25% Perpetual	EUR	8,000,000	7,407	0.43
Bankinter, FRN 8.63% Perpetual	EUR	5,000,000	5,008	0.29
CaixaBank, FRN 6.75% Perpetual	EUR	3,800,000	3,650	0.21
			<u>41,604</u>	<u>2.40</u>
<b>Supranational 0.07% (0.00%)</b>				
Eagle Intermediate Global Holding 7.50% 01/05/2025	USD	1,550,000	1,156	0.07
			<u>1,156</u>	<u>0.07</u>
<b>Sweden 0.34% (0.00%)</b>				
Nordea Bank, FRN 3.50% Perpetual	EUR	7,054,000	5,931	0.34
			<u>5,931</u>	<u>0.34</u>
<b>Switzerland 0.49% (0.09%)</b>				
UBS Group Funding Switzerland, FRN 5.75% Perpetual	EUR	8,697,000	8,578	0.49
			<u>8,578</u>	<u>0.49</u>
<b>Turkey 0.00% (0.08%)</b>				
<b>United Arab Emirates 0.11% (0.08%)</b>				
Abu Dhabi Crude Oil Pipeline 4.60% 02/11/2047	USD	2,500,000	1,865	0.11
			<u>1,865</u>	<u>0.11</u>
<b>United Kingdom 1.67% (2.67%)</b>				
Barclays, FRN 8.00% Perpetual	EUR	12,336,000	12,104	0.70
HSBC Holdings, FRN 5.25% Perpetual	EUR	9,329,000	8,769	0.50
HSBC Holdings, FRN 6.00% Perpetual	EUR	6,369,000	6,288	0.36
Royal Bank of Scotland Group 6.13% 15/12/2022	USD	900,000	722	0.04
Virgin Media Finance 6.38% 15/04/2023	USD	914,000	718	0.04
Virgin Media Secured Finance 5.25% 15/01/2026	USD	600,000	449	0.03
			<u>29,050</u>	<u>1.67</u>
<b>United States of America 7.03% (6.86%)</b>				
Acadia Healthcare 5.63% 15/02/2023	USD	800,000	618	0.04
AES 4.50% 15/03/2023	USD	350,000	269	0.02
Albertsons 6.63% 15/06/2024	USD	650,000	478	0.03
Alliance Data Systems 5.38% 01/08/2022	USD	925,000	715	0.04
Ally Financial 5.75% 20/11/2025	USD	785,000	621	0.04
AMC Entertainment Holdings 5.88% 15/02/2022	USD	610,000	471	0.03
American Axle & Manufacturing 6.25% 15/03/2026	USD	945,000	711	0.04
Antero Resources 5.13% 01/12/2022	USD	675,000	523	0.03
Aramark Services 5.13% 15/01/2024	USD	610,000	472	0.03
Ascent Resources Utica Holdings 7.00% 01/11/2026	USD	570,000	434	0.02
Ashtead Capital 4.13% 15/08/2025	USD	990,000	721	0.04
Avis Budget Car Rental 5.13% 01/06/2022	USD	950,000	742	0.04
Ball 4.88% 15/03/2026	USD	735,000	559	0.03
Banff Merger Sub 9.75% 01/09/2026	USD	400,000	312	0.02
Berry Global 4.50% 15/02/2026	USD	330,000	240	0.01
Brink's 4.63% 15/10/2027	USD	385,000	269	0.02
Bruin E&P Partners 8.88% 01/08/2023	USD	325,000	257	0.01
Builders FirstSource 5.63% 01/09/2024	USD	630,000	464	0.03

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 7.03% (6.86%) (continued)</b>				
Caesars Resort Collection 5.25% 15/10/2025	USD	655,000	478	0.03
Calpine 5.75% 15/01/2025	USD	2,275,000	1,536	0.09
CCO Holdings 5.13% 01/05/2023	USD	1,600,000	1,227	0.07
CCO Holdings 5.50% 01/05/2026	USD	585,000	442	0.02
Centene 4.75% 15/05/2022	USD	695,000	537	0.03
Centene 5.38% 01/06/2026	USD	250,000	196	0.01
Centennial Resource Production 5.38% 15/01/2026	USD	680,000	514	0.03
Century Communities 5.88% 15/07/2025	USD	650,000	463	0.03
CenturyLink, Series Y 7.50% 01/04/2024	USD	520,000	424	0.02
Cheniere Energy Partners 5.63% 01/10/2026	USD	645,000	498	0.03
CIT Group 5.25% 07/03/2025	USD	430,000	336	0.02
CNO Financial Group 5.25% 30/05/2025	USD	310,000	243	0.01
Community Health Systems 6.25% 31/03/2023	USD	425,000	307	0.02
CSC Holdings 10.88% 15/10/2025	USD	200,000	178	0.01
CSC Holdings 5.50% 15/04/2027	USD	1,110,000	825	0.05
CSC Holdings 5.38% 01/02/2028	USD	445,000	322	0.02
CVR Partners 9.25% 15/06/2023	USD	600,000	492	0.03
CyrusOne, REIT 5.00% 15/03/2024	USD	620,000	483	0.03
CyrusOne, REIT 5.38% 15/03/2027	USD	620,000	484	0.03
DaVita 5.13% 15/07/2024	USD	828,000	613	0.03
DCP Midstream Operating 5.38% 15/07/2025	USD	300,000	233	0.01
Dell International 7.13% 15/06/2024	USD	1,400,000	1,148	0.07
Delta Merger Sub 6.00% 15/09/2026	USD	155,000	121	0.01
Diamond Offshore Drilling 7.88% 15/08/2025	USD	325,000	258	0.01
Diamondback Energy 4.75% 01/11/2024	USD	919,000	705	0.04
Diamondback Energy 5.38% 31/05/2025	USD	325,000	254	0.01
DISH DBS 6.75% 01/06/2021	USD	610,000	477	0.03
DISH DBS 7.75% 01/07/2026	USD	525,000	378	0.02
Elanco Animal Health 4.27% 28/08/2023	USD	235,000	181	0.01
Eldorado Resorts 6.00% 01/04/2025	USD	620,000	482	0.03
Encompass Health 5.75% 01/11/2024	USD	925,000	717	0.04
Energizer Gamma Acquisition 6.38% 15/07/2026	USD	750,000	592	0.03
Energy Transfer Equity 4.25% 15/03/2023	USD	625,000	476	0.03
Enterprise Merger Sub 8.75% 15/10/2026	USD	515,000	395	0.02
Extraction Oil & Gas 5.63% 01/02/2026	USD	490,000	332	0.02
FHLMC, IO, FRN, Series K055 'X1' 1.50% 25/03/2026	USD	82,096,267	5,263	0.30
FHLMC, IO, FRN, Series K062 'X1' 0.44% 25/12/2026	USD	269,303,176	4,730	0.27
FHLMC, IO, FRN, Series K063 'X1' 0.42% 25/01/2027	USD	147,998,022	2,414	0.14
FHLMC, IO, FRN, Series K071 'X1' 0.29% 25/11/2027	USD	199,583,607	3,617	0.21
FHLMC, IO, FRN, Series K151 'X1' 0.57% 25/04/2030	USD	10,833,807	285	0.02
FHLMC, IO, FRN, Series K152 'X1' 1.10% 25/01/2031	USD	57,044,702	3,627	0.21
FHLMC, IO, FRN, Series K154 'X1' 0.45% 25/11/2032	USD	142,708,732	3,467	0.20
Financial & Risk US Holdings 6.25% 15/05/2026	USD	200,000	153	0.01
Financial & Risk US Holdings 8.25% 15/11/2026	USD	130,000	99	0.01
First Data 7.00% 01/12/2023	USD	975,000	776	0.04
Flex Acquisition 7.88% 15/07/2026	USD	625,000	475	0.03
Frontier Communications 10.50% 15/09/2022	USD	675,000	458	0.03
Genesis Energy 6.50% 01/10/2025	USD	2,000,000	1,488	0.09
GNMA, IO, FRN, Series 2016-64 'IO' 0.96% 16/12/2057	USD	82,756,503	4,477	0.26
GNMA, IO, FRN, Series 2017-30 'IO' 0.76% 16/08/2058	USD	123,308,426	6,098	0.35
GNMA, IO, FRN, Series 2017-64 0.72% 16/11/2057	USD	80,689,749	4,075	0.23
GNMA, IO, FRN, Series 2018-16 0.66% 16/03/2059	USD	104,946,460	5,017	0.29
GNMA, IO, FRN, Series 2018-45 0.65% 01/03/2059	USD	122,177,649	5,760	0.33
Golden Nugget 6.75% 15/10/2024	USD	895,000	693	0.04
Golden Nugget 8.75% 01/10/2025	USD	550,000	441	0.02
Graham Holdings 5.75% 01/06/2026	USD	490,000	385	0.02
HCA 6.50% 15/02/2020	USD	470,000	373	0.02
HCA 5.88% 15/03/2022	USD	375,000	305	0.02
HCA 5.00% 15/03/2024	USD	1,500,000	1,176	0.07
HCA 5.25% 15/06/2026	USD	1,135,000	893	0.05
Hecla Mining 6.88% 01/05/2021	USD	725,000	557	0.03



## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 7.03% (6.86%) (continued)</b>				
Hilton Domestic Operating 5.13% 01/05/2026	USD	375,000	285	0.02
Hologic 4.63% 01/02/2028	USD	640,000	459	0.03
HUB International 7.00% 01/05/2026	USD	375,000	288	0.02
Huntsman International 5.13% 15/11/2022	USD	305,000	240	0.01
Icahn Enterprises 6.38% 15/12/2025	USD	970,000	745	0.04
Infor US 6.50% 15/05/2022	USD	800,000	620	0.04
IQVIA 5.00% 15/10/2026	USD	950,000	716	0.04
Iron Mountain, REIT 4.88% 15/09/2027	USD	2,250,000	1,574	0.09
Jack Ohio Finance 6.75% 15/11/2021	USD	425,000	337	0.02
KFC Holding 5.00% 01/06/2024	USD	400,000	304	0.02
Kronos Acquisition Holdings 9.00% 15/08/2023	USD	155,000	112	0.01
Lennar 8.38% 15/01/2021	USD	865,000	724	0.04
LTF Merger Sub 8.50% 15/06/2023	USD	605,000	483	0.03
M/I Homes 6.75% 15/01/2021	USD	300,000	235	0.01
MasTec 4.88% 15/03/2023	USD	635,000	484	0.03
Mattel 6.75% 31/12/2025	USD	1,060,000	794	0.05
McDermott Technology Americas 10.63% 01/05/2024	USD	375,000	306	0.02
Meredith 6.88% 01/02/2026	USD	615,000	482	0.03
MGM Resorts International 6.63% 15/12/2021	USD	375,000	304	0.02
MGM Resorts International 5.75% 15/06/2025	USD	300,000	231	0.01
Moss Creek Resources Holdings 7.50% 15/01/2026	USD	400,000	305	0.02
MPT Operating Partnership, REIT 6.38% 01/03/2024	USD	295,000	237	0.01
MSCI 5.75% 15/08/2025	USD	605,000	485	0.03
Multi-Color 4.88% 01/11/2025	USD	1,075,000	767	0.04
Navistar International 6.63% 01/11/2025	USD	890,000	709	0.04
Nexstar Broadcasting 5.63% 01/08/2024	USD	635,000	476	0.03
NGL Energy Partners 7.50% 01/11/2023	USD	300,000	230	0.01
NRG Energy 6.25% 01/05/2024	USD	400,000	319	0.02
NRG Energy 5.75% 15/01/2028	USD	420,000	325	0.02
Nuance Communications 5.63% 15/12/2026	USD	950,000	728	0.04
Oasis Petroleum 6.88% 15/03/2022	USD	610,000	475	0.03
Oceaneering International 6.00% 01/02/2028	USD	1,245,000	952	0.05
Owens-Brockway Glass Container 5.88% 15/08/2023	USD	490,000	385	0.02
Parsley Energy 6.25% 01/06/2024	USD	595,000	475	0.03
Parsley Energy 5.63% 15/10/2027	USD	225,000	174	0.01
PBF Holding 7.25% 15/06/2025	USD	1,000,000	807	0.05
PDC Energy 6.13% 15/09/2024	USD	610,000	456	0.03
Penske Automotive Group 5.50% 15/05/2026	USD	320,000	238	0.01
Plantronics 5.50% 31/05/2023	USD	700,000	535	0.03
Plastipak Holdings 6.25% 15/10/2025	USD	1,325,000	924	0.05
Rockies Express Pipeline 6.00% 15/01/2019	USD	305,000	235	0.01
Schweitzer-Mauduit International 6.88% 01/10/2026	USD	490,000	386	0.02
Scientific Games International 10.00% 01/12/2022	USD	1,000,000	809	0.05
SemGroup 5.63% 15/11/2023	USD	445,000	331	0.02
Sirius XM Radio 6.00% 15/07/2024	USD	300,000	238	0.01
Six Flags Entertainment 4.88% 31/07/2024	USD	1,000,000	747	0.04
Six Flags Entertainment 5.50% 15/04/2027	USD	115,000	87	–
Spectrum Brands 5.75% 15/07/2025	USD	310,000	240	0.01
Springleaf Finance 5.63% 15/03/2023	USD	320,000	244	0.01
Sprint 7.88% 15/09/2023	USD	1,265,000	1,044	0.06
Sprint 7.13% 15/06/2024	USD	600,000	477	0.03
Standard Industries 6.00% 15/10/2025	USD	615,000	482	0.03
Summit Materials 8.50% 15/04/2022	USD	230,000	188	0.01
Summit Materials 5.13% 01/06/2025	USD	265,000	190	0.01
Sunoco 4.88% 15/01/2023	USD	640,000	483	0.03
Targa Resources Partners 5.88% 15/04/2026	USD	1,030,000	814	0.05
Teleflex 4.88% 01/06/2026	USD	500,000	379	0.02
Teleflex 4.63% 15/11/2027	USD	535,000	389	0.02
Tempur Sealy International 5.63% 15/10/2023	USD	620,000	473	0.03
Tenet Healthcare 4.50% 01/04/2021	USD	410,000	313	0.02
Tenet Healthcare 7.00% 01/08/2025	USD	1,176,000	890	0.05

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 7.03% (6.86%) (continued)</b>				
T-Mobile USA 6.50% 15/01/2026	USD	1,480,000	1,186	0.07
Tribune Media 5.88% 15/07/2022	USD	910,000	712	0.04
Triumph Group 7.75% 15/08/2025	USD	425,000	315	0.02
United Rentals North America 4.63% 15/10/2025	USD	1,075,000	799	0.05
United States Steel 6.88% 15/08/2025	USD	300,000	235	0.01
United States Steel 6.25% 15/03/2026	USD	700,000	532	0.03
Univision Communications 5.13% 15/02/2025	USD	660,000	471	0.03
USA Compression Partners 6.88% 01/04/2026	USD	725,000	572	0.03
Vantiv 4.38% 15/11/2025	USD	330,000	239	0.01
Vector Group 6.13% 01/02/2025	USD	1,300,000	927	0.05
Verscend Escrow 9.75% 15/08/2026	USD	390,000	309	0.02
Vistra Operations 5.50% 01/09/2026	USD	135,000	105	0.01
WellCare Health Plans 5.38% 15/08/2026	USD	280,000	218	0.01
WESCO Distribution 5.38% 15/06/2024	USD	320,000	241	0.01
Western Digital 4.75% 15/02/2026	USD	1,575,000	1,168	0.07
Whiting Petroleum 5.75% 15/03/2021	USD	605,000	474	0.03
William Lyon Homes 5.88% 31/01/2025	USD	700,000	498	0.03
Zayo Group 5.75% 15/01/2027	USD	650,000	498	0.03
			121,988	7.03
<b>Virgin Islands, British 0.18% (0.15%)</b>				
Proven Honour Capital 4.13% 19/05/2025	USD	2,080,000	1,499	0.09
Sinopec Group Overseas Development 2015 2.50% 28/04/2020	USD	2,185,000	1,649	0.09
			3,148	0.18
<b>Corporate Bonds total</b>			<b>363,545</b>	<b>20.94</b>
<b>Certificates of Deposit 1.73% (16.94%)</b>				
<b>China 0.00% (1.21%)</b>				
<b>France 0.29% (5.32%)</b>				
Credit Agricole Corporate and Investment Bank 0.80% 03/12/2018	GBP	5,000,000	5,000	0.29
			5,000	0.29
<b>Germany 0.00% (0.48%)</b>				
<b>Japan 0.00% (3.15%)</b>				
<b>Netherlands 0.00% (2.42%)</b>				
<b>Norway 0.00% (1.94%)</b>				
<b>United Kingdom 1.44% (2.42%)</b>				
Standard Chartered Bank 0.76% 14/12/2018	GBP	25,000,000	24,996	1.44
			24,996	1.44
<b>Certificates of Deposit total</b>			<b>29,996</b>	<b>1.73</b>
<b>Commercial Paper 0.00% (3.15%)</b>				
<b>Cayman Islands 0.00% (2.18%)</b>				
<b>United Kingdom 0.00% (0.48%)</b>				
<b>United States of America 0.00% (0.49%)</b>				
<b>Commercial Paper total</b>			<b>-</b>	<b>-</b>
<b>Swaps 0.93% (1.28%)</b>				
Credit Default Swap J.P. Morgan Sell CDX.NA.HY.30-V1 20/06/2023	USD	212,525,000	12,875	0.74
Equity Variance Swap BNP Paribas Hang Seng China Enterprises Index 28/12/2018	HKD	413,865,500	(1,030)	(0.06)
Equity Variance Swap BNP Paribas NIKKEI 225 Index 14/12/2018	JPY	5,329,230,000	(534)	(0.03)
Equity Variance Swap BNP Paribas S&P 500 Index 21/12/2018	USD	131,619,200	1,620	0.09
Equity Variance Swap J.P. Morgan Hang Seng China Enterprises Index 30/12/2019	HKD	489,192,200	(759)	(0.04)
Equity Variance Swap J.P. Morgan Hang Seng China Enterprises Index 28/12/2018	HKD	2,269,349,200	(6,623)	(0.38)
Equity Variance Swap J.P. Morgan NIKKEI 225 Index 14/12/2018	JPY	18,451,220,000	(2,103)	(0.12)
Equity Variance Swap J.P. Morgan S&P 500 Index 20/12/2019	USD	84,487,700	820	0.05
Equity Variance Swap J.P. Morgan S&P 500 Index 21/12/2018	USD	621,593,300	8,583	0.50

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Swaps 0.93% (1.28%) (continued)</b>				
Equity Variance Swap Societe Generale Hang Seng China Enterprises Index 30/12/2019	HKD	111,679,600	(175)	(0.01)
Equity Variance Swap Societe Generale Hang Seng China Enterprises Index 28/12/2018	HKD	2,009,858,800	(7,766)	(0.45)
Equity Variance Swap Societe Generale NIKKEI 225 Index 14/12/2018	JPY	1,820,350,000	(352)	(0.02)
Equity Variance Swap Societe Generale S&P 500 Index 20/12/2019	USD	1,933	186	0.01
Equity Variance Swap Societe Generale S&P 500 Index 21/12/2018	USD	391,149,300	7,196	0.40
Equity Variance Swap UBS Hang Seng China Enterprises Index 28/12/2018	HKD	294,387,300	(854)	(0.05)
Equity Variance Swap UBS S&P 500 Index 21/12/2018	USD	52,644,900	852	0.05
Inflation Rate Swap Barclays Pay fixed 2.21% Receive floating USCPI 1 month 04/05/2027	USD	146,000,000	1,310	0.08
Inflation Rate Swap Barclays Pay fixed 2.29% Receive floating USCPI 1 month 13/02/2027	USD	122,500,000	569	0.03
Inflation Rate Swap Citigroup Global Markets Pay floating UKRPI 1 month Receive fixed 3.55% 15/02/2027	GBP	34,800,000	185	0.01
Inflation Rate Swap Citigroup Global Markets Pay floating UKRPI 1 month Receive fixed 3.59% 15/02/2027	GBP	34,800,000	359	0.02
Inflation Rate Swap HSBC Pay fixed 2.32% Receive floating USCPI 1 month 14/02/2027	USD	122,500,000	243	0.01
Inflation Rate Swap J.P. Morgan Pay fixed 2.12% Receive floating USCPI 1 month 23/05/2027	USD	117,854,000	1,967	0.11
Inflation Rate Swap J.P. Morgan Pay floating UKRPI 1 month Receive fixed 3.31% 15/04/2028	GBP	90,000,000	(1,661)	(0.10)
Inflation Rate Swap J.P. Morgan Pay floating UKRPI 1 month Receive fixed 3.59% 15/02/2027	GBP	34,800,000	355	0.02
Inflation Rate Swap Merrill Lynch Pay fixed 2.34% Receive floating USCPI 1 month 02/02/2027	USD	31,000,000	29	-
Inflation Rate Swap Merrill Lynch Pay floating UKRPI 1 month Receive fixed 3.55% 15/02/2027	GBP	34,800,000	189	0.01
Inflation Rate Swap Morgan Stanley Pay floating UKRPI 1 month Receive fixed 3.59% 15/02/2027	GBP	34,800,000	376	0.02
Inflation Rate Swap UBS Pay floating UKRPI 1 month Receive fixed 3.44% 15/02/2027	GBP	35,600,000	(277)	(0.02)
Inflation Rate Swap UBS Pay floating UKRPI 1 month Receive fixed 3.55% 15/02/2027	GBP	34,800,000	206	0.01
Interest Rate Swap BNP Paribas Pay fixed 2.57% Receive floating CD_KSDA 3 month 20/03/2029	KRW	41,538,972,136	(1,107)	(0.06)
Interest Rate Swap BNP Paribas Pay floating CD_KSDA 3 month Receive fixed 2.43% 20/03/2021	KRW	187,238,000,000	1,053	0.06
Interest Rate Swap Deutsche Bank Pay fixed 2.40% Receive floating CD_KSDA 3 month 20/03/2029	KRW	28,356,671,863	(442)	(0.02)
Interest Rate Swap Deutsche Bank Pay floating CD_KSDA 3 month Receive fixed 2.26% 20/03/2021	KRW	126,264,000,000	417	0.02
Interest Rate Swap Goldman Sachs Pay fixed 2.26% Receive floating CD_KSDA 3 month 20/03/2029	KRW	6,366,500,000	(38)	-
Interest Rate Swap Goldman Sachs Pay fixed 2.56% Receive floating CD_KSDA 3 month 20/03/2029	KRW	53,243,323,400	(1,376)	(0.08)
Interest Rate Swap Goldman Sachs Pay floating CD_KSDA 3 month Receive fixed 2.10% 19/03/2021	KRW	30,166,500,000	34	-
Interest Rate Swap Goldman Sachs Pay floating CD_KSDA 3 month Receive fixed 2.42% 20/03/2021	KRW	244,900,000,000	1,344	0.08
Interest Rate Swap J.P. Morgan Pay fixed 1.69% Receive floating LIBOR 6 month 01/02/2048	GBP	13,000,000	86	0.01
Interest Rate Swap J.P. Morgan Pay fixed 1.70% Receive floating LIBOR 6 month 05/07/2047	GBP	28,250,000	200	0.01
Interest Rate Swap J.P. Morgan Pay fixed 1.71% Receive floating LIBOR 6 month 05/07/2047	GBP	28,250,000	181	0.01
Interest Rate Swap J.P. Morgan Pay fixed 1.72% Receive floating LIBOR 6 month 05/07/2047	GBP	56,500,000	312	0.02
Interest Rate Swap J.P. Morgan Pay fixed 1.73% Receive floating LIBOR 6 month 05/07/2047	GBP	28,250,000	135	0.01
Interest Rate Swap J.P. Morgan Pay fixed 1.80% Receive floating LIBOR 6 month 05/07/2047	GBP	83,351,224	(294)	(0.02)
Interest Rate Swap J.P. Morgan Pay fixed 2.21% Receive floating CD_KSDA 3 month 18/09/2029	KRW	50,680,310,015	(82)	-
Interest Rate Swap J.P. Morgan Pay fixed 2.22% Receive floating CD_KSDA 3 month 18/09/2029	KRW	47,020,413,011	(91)	-
Interest Rate Swap J.P. Morgan Pay fixed 2.25% Receive floating CD_KSDA 3 month 20/03/2029	KRW	19,099,500,000	(106)	-
Interest Rate Swap J.P. Morgan Pay fixed 2.26% Receive floating CD_KSDA 3 month 20/03/2029	KRW	12,733,000,000	(81)	-
Interest Rate Swap J.P. Morgan Pay fixed 2.28% Receive floating CD_KSDA 3 month 20/03/2029	KRW	15,301,000,000	(117)	(0.01)
Interest Rate Swap J.P. Morgan Pay fixed 3.06% Receive floating LIBOR 3 month 20/03/2049	USD	38,875,000	432	0.03
Interest Rate Swap J.P. Morgan Pay fixed 3.07% Receive floating LIBOR 3 month 20/03/2049	USD	76,325,000	764	0.04
Interest Rate Swap J.P. Morgan Pay fixed 3.04% Receive floating LIBOR 3 month 17/06/2025	USD	167,000,000	444	0.03
Interest Rate Swap J.P. Morgan Pay fixed 3.06% Receive floating LIBOR 3 month 17/06/2025	USD	186,414,473	379	0.02
Interest Rate Swap J.P. Morgan Pay fixed 3.07% Receive floating LIBOR 3 month 17/06/2025	USD	152,859,590	265	0.02
Interest Rate Swap J.P. Morgan Pay fixed 3.10% Receive floating LIBOR 3 month 17/06/2025	USD	168,000,000	123	0.01
Interest Rate Swap J.P. Morgan Pay fixed 3.14% Receive floating LIBOR 3 month 17/06/2025	USD	170,000,000	(121)	(0.01)
Interest Rate Swap J.P. Morgan Pay fixed 3.15% Receive floating LIBOR 3 month 17/06/2025	USD	511,058,902	(482)	(0.03)
Interest Rate Swap J.P. Morgan Pay fixed 3.17% Receive floating LIBOR 3 month 17/06/2025	USD	171,929,695	(274)	(0.02)
Interest Rate Swap J.P. Morgan Pay fixed 3.19% Receive floating LIBOR 3 month 17/06/2025	USD	180,951,804	(396)	(0.02)
Interest Rate Swap J.P. Morgan Pay fixed 3.20% Receive floating LIBOR 3 month 17/06/2025	USD	83,151,634	(224)	(0.01)
Interest Rate Swap J.P. Morgan Pay floating BBR 3 month Receive fixed 2.36% 19/06/2021	AUD	182,240,800	415.0	0.03
Interest Rate Swap J.P. Morgan Pay floating BBR 3 month Receive fixed 2.37% 19/06/2021	AUD	109,070,757	260	0.02
Interest Rate Swap J.P. Morgan Pay floating BBR 3 month Receive fixed 2.39% 28/09/2020	AUD	529,839,692	2,099	0.12
Interest Rate Swap J.P. Morgan Pay floating CD_KSDA 3 month Receive fixed 2.05% 18/09/2021	KRW	230,101,000,000	17	-
Interest Rate Swap J.P. Morgan Pay floating CD_KSDA 3 month Receive fixed 2.06% 18/09/2021	KRW	219,401,000,000	31	-
Interest Rate Swap J.P. Morgan Pay floating CD_KSDA 3 month Receive fixed 2.09% 19/03/2021	KRW	60,333,000,000	61	-
Interest Rate Swap J.P. Morgan Pay floating CD_KSDA 3 month Receive fixed 2.09% 20/03/2021	KRW	30,166,500,000	32	-
Interest Rate Swap J.P. Morgan Pay floating CD_KSDA 3 month Receive fixed 2.10% 20/03/2021	KRW	60,333,000,000	71	-
Interest Rate Swap J.P. Morgan Pay floating CD_KSDA 3 month Receive fixed 2.12% 20/03/2021	KRW	72,501,000,000	106	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Swaps 0.93% (1.28%) (continued)</b>				
Interest Rate Swap J.P. Morgan Pay floating CDI 1 day Receive fixed 8.59% 04/01/2021	BRL	432,528,100	(817)	(0.05)
Interest Rate Swap J.P. Morgan Pay floating CDI 1 day Receive fixed 8.60% 04/01/2021	BRL	432,528,099	(797)	(0.05)
Interest Rate Swap J.P. Morgan Pay floating CDI 1 day Receive fixed 10.00% 04/01/2021	BRL	51,922,864	226	0.01
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 3.06% 20/03/2029	USD	280,115,000	(1,568)	(0.09)
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 3.03% 19/06/2021	USD	397,000,000	(770)	(0.04)
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 3.08% 19/06/2021	USD	415,206,973	(495)	(0.03)
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 3.11% 19/06/2021	USD	479,707,174	(405)	(0.02)
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 3.12% 19/06/2021	USD	500,604,827	(337)	(0.02)
Interest Rate Swap Merrill Lynch Pay floating CDI 1 day Receive fixed 8.68% 04/01/2021	BRL	307,528,101	(452)	(0.03)
Interest Rate Swap Merrill Lynch Pay floating CDI 1 day Receive fixed 10.00% 04/01/2021	BRL	327,000,000	909	0.05
Interest Rate Swap Merrill Lynch Pay floating CDI 1 day Receive fixed 10.02% 04/01/2021	BRL	327,000,000	930	0.05
<b>Swaps total</b>			<b>16,240</b>	<b>0.93</b>
<b>Swaptions 3.60% (1.34%)</b>				
Interest Rate Swap Barclays Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 02/06/2048	USD	74,960,000	3,665	0.22
Interest Rate Swap Barclays Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 03/10/2046	USD	8,100,000	370	0.02
Interest Rate Swap Barclays Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 03/10/2046	USD	7,500,000	205	0.01
Interest Rate Swap Barclays Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 02/06/2048	USD	53,200,000	1,292	0.08
Interest Rate Swap BNP Paribas Pay fixed 0.99% Receive floating LIBOR 6 month Call, 0.986, 3/06/2038	JPY	9,711,977,976	2,620	0.15
Interest Rate Swap BNP Paribas Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85 02/06/2048	USD	37,480,000	1,792	0.10
Interest Rate Swap BNP Paribas Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 02/06/2048	USD	26,600,000	633	0.04
Interest Rate Swap BNP Paribas Pay floating LIBOR 3 month Receive fixed 2.00% Put, 2, 02/09/2048	USD	58,000,000	2,564	0.14
Interest Rate Swap Citigroup Global Markets Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 29/01/2046	USD	8,000,000	252	0.02
Interest Rate Swap Citigroup Global Markets Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 17/04/2046	USD	1,500,000	69	–
Interest Rate Swap Citigroup Global Markets Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 12/11/2046	USD	21,500,000	977	0.06
Interest Rate Swap Citigroup Global Markets Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 17/04/2046	USD	1,800,000	50	–
Interest Rate Swap Goldman Sachs Pay fixed 0.98% Receive floating LIBOR 6 month Call, 0.983, 23/06/2038	JPY	19,444,022,023	5,328	0.31
Interest Rate Swap Goldman Sachs Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 27/12/2045	USD	7,000,000	224	0.01
Interest Rate Swap Goldman Sachs Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 27/02/2046	USD	1,300,000	42	–
Interest Rate Swap Goldman Sachs Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 20/08/2046	USD	79,000,000	3,517	0.20
Interest Rate Swap Goldman Sachs Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 11/02/2047	USD	150,000,000	7,246	0.42
Interest Rate Swap Goldman Sachs Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 11/02/2047	USD	66,000,000	1,689	0.10
Interest Rate Swap J.P. Morgan Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 02/05/2045	USD	5,000,000	161	0.01
Interest Rate Swap J.P. Morgan Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 30/05/2045	USD	4,500,000	145	0.01
Interest Rate Swap J.P. Morgan Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 25/11/2045	USD	7,400,000	237	0.01
Interest Rate Swap J.P. Morgan Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 10/12/2046	USD	22,000,000	1,079	0.06
Interest Rate Swap J.P. Morgan Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 07/05/2047	USD	35,000,000	1,656	0.10
Interest Rate Swap J.P. Morgan Pay floating LIBOR 3 month Receive fixed 2.00% Put, 2, 02/09/2048	USD	29,000,000	1,302	0.08
Interest Rate Swap Morgan Stanley Pay fixed 0.98% Receive floating LIBOR 6 month Call, 0.983, 22/06/2038	JPY	9,711,977,977	2,629	0.15
Interest Rate Swap Morgan Stanley Pay fixed 0.98% Receive floating LIBOR 6 month Call 0.983, 23/06/2038	JPY	9,732,044,047	2,635	0.15

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Swaptions 3.60% (1.34%) (continued)</b>				
Interest Rate Swap Morgan Stanley Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 02/06/2048	USD	37,480,000	1,799	0.10
Interest Rate Swap Morgan Stanley Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 02/06/2048	USD	26,600,000	625	0.04
Interest Rate Swap Nomura Pay fixed 0.98% Receive floating LIBOR 6 month Call, 0.983, 23/06/2038	JPY	9,711,977,977	2,631	0.15
Interest Rate Swap Nomura Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 09/04/2046	USD	85,000,000	3,911	0.23
Interest Rate Swap Nomura Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 17/04/2046	USD	45,000,000	2,093	0.12
Interest Rate Swap Nomura Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 23/04/2046	USD	16,000,000	740	0.04
Interest Rate Swap Nomura Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 14/05/2046	USD	16,000,000	731	0.04
Interest Rate Swap Nomura Pay fixed 3.85% Receive floating LIBOR 3 month Call, 3.85, 02/06/2048	USD	37,480,000	1,783	0.10
Interest Rate Swap Nomura Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 09/04/2046	USD	74,000,000	2,021	0.12
Interest Rate Swap Nomura Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 17/04/2046	USD	40,000,000	1,094	0.06
Interest Rate Swap Nomura Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 23/04/2046	USD	13,500,000	354	0.02
Interest Rate Swap Nomura Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 14/05/2046	USD	14,000,000	380	0.02
Interest Rate Swap Nomura Pay floating LIBOR 3 month Receive fixed 1.00% Put, 1, 02/06/2048	USD	26,600,000	637	0.04
Interest Rate Swap Nomura Pay floating LIBOR 3 month Receive fixed 2.00% Put, 2, 02/09/2048	USD	29,000,000	1,261	0.07
<b>Swaptions total</b>			<b>62,439</b>	<b>3.60</b>
<b>Options 0.20% ((1.51)%)</b>				
Allianz, Call, 205, 19/10/2018	EUR	(331)	(7)	–
Astrazeneca, Call, 6000, 19/10/2018	GBP	(90)	(89)	(0.01)
AXA, Call, 24.5, 19/10/2018	EUR	(3,129)	(31)	–
BAE Systems, Call, 650, 19/10/2018	GBP	(1,043)	(31)	–
BASF, Call, 83, 19/10/2018	EUR	(661)	(7)	–
BNP Paribas, Call, 57, 19/10/2018	EUR	(1,004)	(14)	–
Boeing, Call, 385, 19/10/2018	USD	(200)	(38)	–
Broadcom, Call, 270, 19/10/2018	USD	(259)	(5)	–
Broadcom, Put, 220, 19/10/2018	USD	(320)	(7)	–
Chevron, Call, 129, 19/10/2018	USD	(464)	(5)	–
Cisco Systems, Call, 50.5, 19/10/2018	USD	(1,322)	(10)	–
Compass Group, Call, 750, 19/10/2018	GBP	(241)	(21)	–
Deutsche Post, Call, 32.5, 19/10/2018	EUR	(1,780)	(11)	–
Deutsche Telekom, Call, 14.4, 19/10/2018	EUR	(4,211)	(11)	–
Diageo, Call, 800, 19/10/2018	GBP	(150)	(15)	–
EURO STOXX Bank Index, Call, 110, 16/11/2018	EUR	40,437	3,512	0.20
EURO STOXX Bank Index, Call, 115, 16/11/2018	EUR	(40,437)	(1,261)	(0.08)
EURO STOXX Bank Index, Call, 112.5, 21/12/2018	EUR	40,437	3,422	0.19
EURO STOXX Bank Index, Call, 117.5, 21/12/2018	EUR	(40,437)	(1,531)	(0.09)
Foreign Exchange USD/SAR, Call, 3.86, 11/12/2018	USD	15,500,000	5	–
Foreign Exchange USD/SAR, Call, 3.82, 11/02/2019	USD	18,500,000	12	–
Foreign Exchange USD/TRY, Put, 4, 08/03/2019	USD	110,585,000	–	–
Foreign Exchange USD/TRY, Put, 3.9, 21/03/2019	USD	110,865,000	–	–
Foreign Exchange USD/TRY, Put, 3.9, 05/04/2019	USD	76,190,000	–	–
Foreign Exchange USD/TRY, Put, 3.9, 02/05/2019	USD	17,000,000	–	–
Foreign Exchange USD/TRY, Put, 3.8, 19/06/2019	USD	20,286,240	–	–
Foreign Exchange USD/TRY, Put, 3.8, 27/06/2019	USD	10,145,000	–	–
Foreign Exchange USD/TRY, Put, 3.8, 10/07/2019	USD	20,284,360	–	–
Foreign Exchange USD/TRY, Put, 3.8, 17/07/2019	USD	10,143,120	–	–
Foreign Exchange USD/TRY, Put, 4, 04/05/2020	USD	10,145,000	–	–
Foreign Exchange USD/TRY, Put, 4, 04/06/2020	USD	20,290,000	–	–
Home Depot, Call, 217.5, 19/10/2018	USD	(406)	(10)	–
HP, Call, 27, 19/10/2018	USD	(2,490)	(32)	–
ING Groep, Call, 12, 19/10/2018	EUR	(4,226)	(15)	–
JPMorgan Chase, Call, 122, 19/10/2018	USD	(753)	(5)	–
Kone, Call, 48, 19/10/2018	EUR	(1,185)	(45)	–
Koninklijke Philips, Call, 41, 19/10/2018	EUR	(1,205)	(9)	–
Merck, Call, 74, 19/10/2018	USD	(901)	(8)	–
Microsoft, Call, 120, 19/10/2018	USD	(554)	(11)	–
Munchener Ruck, Call, 200, 19/10/2018	EUR	(356)	(12)	–
Occidental Petroleum, Call, 85, 19/10/2018	USD	(463)	(14)	–



## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Options 0.20% ((1.51)% (continued))</b>				
Pfizer, Call, 46, 19/10/2018	USD	(2,437)	(11)	–
Praxair, Call, 177.5, 19/10/2018	USD	(384)	(3)	–
Prudential, Call, 900, 19/10/2018	GBP	(361)	(14)	–
Raytheon, Call, 215, 19/10/2018	USD	(283)	(11)	–
Rio Tinto, Call, 200, 19/10/2018	GBP	(177)	(24)	–
Royal Dutch Shell, Call, 28, 19/10/2018	GBP	(239)	(25)	–
SAP, Call, 114, 19/10/2018	EUR	(315)	(8)	–
Swedbank, Call, 225, 19/10/2018	SEK	(3,495)	(41)	–
Total, Call, 58, 19/10/2018	EUR	(2,320)	(45)	–
UnitedHealth Group, Call, 275, 19/10/2018	USD	(420)	(46)	(0.01)
Verizon Communications, Put, 52, 19/10/2018	USD	(900)	(28)	–
Vinci, Call, 86, 19/10/2018	EUR	(537)	(8)	–
<b>Options total</b>			<b>3,432</b>	<b>0.20</b>
<b>Forward Currency Contracts 0.02% (0.32%)</b>				
Buy AUD 650,266 sell GBP 357,271 dated 16/01/2019			2	–
Buy EUR 121,141,850 sell GBP 108,770,001 dated 14/11/2018			(707)	(0.04)
Buy EUR 28,900,000 sell GBP 25,954,657 dated 14/12/2018			(145)	(0.01)
Buy EUR 244,989 sell GBP 220,398 dated 16/01/2019			(1)	–
Buy EUR 100,100,000 sell USD 114,923,309 dated 14/11/2018			1,337	0.08
Buy GBP 233,500,000 sell AUD 410,911,985 dated 14/11/2018			5,879	0.34
Buy GBP 9,239,427 sell AUD 17,000,000 dated 14/11/2018			(178)	(0.01)
Buy GBP 3,386,439 sell AUD 6,221,976 dated 16/01/2019			(50)	–
Buy GBP 7,680,549 sell CHF 9,680,336 dated 14/12/2018			54	–
Buy GBP 379,825,411 sell EUR 423,792,150 dated 14/11/2018			1,787	0.10
Buy GBP 12,925,257 sell EUR 14,500,000 dated 14/11/2018			(9)	–
Buy GBP 123,625,011 sell EUR 138,237,659 dated 14/12/2018			170	0.01
Buy GBP 13,562,069 sell EUR 15,187,546 dated 16/01/2019			(19)	–
Buy GBP 92,431,110 sell HKD 928,600,000 dated 14/11/2018			1,548	0.09
Buy GBP 2,885,562 sell HKD 29,877,762 dated 16/01/2019			(31)	–
Buy GBP 102,630,241 sell JPY 14,487,223,110 dated 14/11/2018			4,701	0.27
Buy GBP 6,427,009 sell JPY 942,111,089 dated 16/01/2019			43	–
Buy GBP 1,163,618 sell SEK 13,392,002 dated 14/12/2018			5	–
Buy GBP 6,055,624 sell SEK 70,747,106 dated 14/12/2018			(63)	–
Buy GBP 3,126,189 sell SGD 5,656,008 dated 16/01/2019			(39)	–
Buy GBP 46,300,000 sell USD 61,130,159 dated 24/10/2018			(530)	(0.03)
Buy GBP 56,556,136 sell USD 72,505,702 dated 14/11/2018			1,064	0.06
Buy GBP 185,112,554 sell USD 242,758,494 dated 14/12/2018			(385)	(0.02)
Buy GBP 307,677,274 sell USD 403,896,600 dated 16/01/2019			(375)	(0.02)
Buy HKD 41,252,745 sell GBP 4,100,000 dated 14/11/2018			(63)	–
Buy HKD 2,685,379 sell GBP 260,263 dated 16/01/2019			2	–
Buy JPY 1,011,108,193 sell GBP 7,183,003 dated 14/11/2018			(348)	(0.02)
Buy JPY 168,788,011 sell GBP 1,141,691 dated 16/01/2019			2	–
Buy JPY 13,844,571,970 sell GBP 95,500,000 dated 16/01/2019			(1,681)	(0.10)
Buy SAR 66,381,000 sell USD 17,500,000 dated 18/01/2022			(8)	–
Buy SAR 49,320,700 sell USD 13,000,000 dated 24/01/2022			(5)	–
Buy USD 7,270,504 sell GBP 5,700,000 dated 14/11/2018			(136)	(0.01)
Buy USD 50,950,000 sell GBP 38,599,684 dated 14/12/2018			333	0.02
Buy USD 1,698,694 sell GBP 1,284,352 dated 16/01/2019			11	–
Buy USD 177,610,000 sell KRW 198,594,621,500 dated 19/12/2018			(1,238)	(0.07)
Buy USD 20,512,821 sell SAR 84,430,771 dated 18/01/2022			(1,255)	(0.07)
Buy USD 20,512,820 sell SAR 84,299,998 dated 24/01/2022			(1,228)	(0.07)
Buy USD 10,055,096 sell SAR 41,118,807 dated 07/02/2022			(561)	(0.03)
Buy USD 10,055,096 sell SAR 41,257,064 dated 09/02/2022			(587)	(0.04)
Buy USD 5,027,548 sell SAR 20,555,633 dated 14/02/2022			(279)	(0.02)
Buy USD 24,859,569 sell SAR 101,392,823 dated 15/02/2022			(1,332)	(0.08)
Buy USD 19,010,259 sell SAR 77,385,208 dated 16/02/2022			(990)	(0.06)
Buy USD 19,424,292 sell SAR 78,988,236 dated 22/02/2022			(994)	(0.06)

## PORTFOLIO STATEMENT (CONTINUED)

As at 30 September 2018 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Forward Currency Contracts 0.02% (0.32%) (continued)</b>				
Buy USD 12,949,527 sell SAR 52,578,964 dated 02/03/2022			(646)	(0.04)
Buy USD 10,618,613 sell SAR 43,167,148 dated 07/03/2022			(539)	(0.03)
Buy USD 4,500,000 sell SAR 18,091,800 dated 15/08/2022			(179)	(0.01)
Buy USD 62,030,000 sell TWD 1,881,866,140 dated 28/11/2018			(16)	–
Buy USD 235,240,000 sell TWD 7,196,048,890 dated 19/12/2018			(1,871)	(0.11)
<b>Forward Currency Contracts total</b>			<b>450</b>	<b>0.02</b>
<b>Futures (0.36)% (0.27%)</b>				
DAX Index 21/12/2018	EUR	(325)	(1,422)	(0.08)
EURO STOXX 50 Index 21/12/2018	EUR	(1811)	(1,892)	(0.11)
EURO STOXX Bank Index 21/12/2018	EUR	4438	(1,265)	(0.07)
MSCI Emerging Markets Emini Index 21/12/2018	USD	(1931)	(1,704)	(0.10)
S&P 500 Emini Index 21/12/2018	USD	(806)	(465)	(0.03)
Xai E-mini Industr Equity Index 21/12/2018	USD	1498	500	0.03
<b>Futures total</b>			<b>(6,248)</b>	<b>(0.36)</b>
Investment assets (including investment liabilities)			1,470,709	84.70
Net other assets			265,599	15.30
<b>Net assets</b>			<b>1,736,308</b>	<b>100.00</b>

The comparative percentage figures in brackets are as at 31 March 2018.

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

## Bond Rating

	Market Value £000	% of Net Assets
Investment Grade*	214,319	12.33
Below Investment Grade	284,640	16.41
Unrated	35,415	2.04
<b>Debt securities total</b>	<b>534,374</b>	<b>30.78</b>

\* Investment grade refers to the quality of a company's credit. A rating of 'BBB' or higher is considered an investment grade issue.

## STATEMENT OF TOTAL RETURN

For the six months ended 30 September 2018 (unaudited)

	£000	Six months ended 30.09.18 £000	£000	Six months ended 30.09.17 £000
Income				
Net capital losses		(40,745)		(60,990)
Revenue	62,729		69,356	
Expenses	(6,291)		(9,026)	
Net revenue before taxation	56,438		60,330	
Taxation	(9,762)		(10,503)	
Net revenue after taxation		46,676		49,827
<b>Total return before distributions</b>		<b>5,931</b>		<b>(11,163)</b>
Distributions		(41,033)		(52,635)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(35,102)</b>		<b>(63,798)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the six months ended 30 September 2018 (unaudited)

	£000	Six months ended 30.09.18 £000	£000	Six months ended 30.09.17 £000
<b>Opening net assets attributable to shareholders</b>		<b>2,065,334</b>		<b>2,393,730</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	120,674		153,383	
Amounts payable on cancellation of shares	(414,890)		(148,683)	
		(294,216)		4,700
Dilution adjustment		292		–
Change in net assets attributable to shareholders from investment activities (see above)		(35,102)		(63,798)
<b>Closing net assets attributable to shareholders</b>		<b>1,736,308</b>		<b>2,334,632</b>

The Statement of Recommended Practice (2014) requires that comparatives are shown for the above report. As the comparatives should be for the comparable interim period, the net asset value at the end of the previous period will not agree to the net asset value at the start of this period. The published net asset value as at 31 March 2018 was £2,065,334,045.



## BALANCE SHEET

As at 30 September 2018 (unaudited)

	As at 30.09.18 £000	As at 31.03.18 £000
<b>Assets:</b>		
Investments	1,530,470	1,898,019
<b>Current assets:</b>		
Debtors	113,778	71,634
Cash and bank balances	336,992	346,057
<b>Total assets</b>	<b>1,981,240</b>	<b>2,315,710</b>
<b>Liabilities:</b>		
Investment liabilities	(59,761)	(137,194)
Provisions	(25)	(26)
<b>Creditors:</b>		
Distribution payable	(6,038)	(9,430)
Other creditors	(179,108)	(103,726)
<b>Total liabilities</b>	<b>(244,932)</b>	<b>(250,376)</b>
<b>Net assets attributable to shareholders</b>	<b>1,736,308</b>	<b>2,065,334</b>

**Accounting policies**

The accounting policies applied are consistent with those of the financial statements for the year ended 31 March 2018 and are described in those annual financial statements.

## STATEMENT OF THE AUTHORISED CORPORATE DIRECTOR'S RESPONSIBILITIES

The Collective Investment Schemes Sourcebook of the Financial Conduct Authority requires the Authorised Corporate Director (ACD) to prepare financial statements for each accounting period which give a true and fair view of the financial position of the Company at the period end and of the net income and net gains or losses on the scheme property of the Company for the period then ended.

In preparing the financial statements the ACD is required to:

- follow applicable accounting standards;
- make judgements and estimates that are reasonable and prudent;
- select suitable accounting policies and then apply them consistently;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future; and
- comply with the Instrument of Incorporation and the Statement of Recommended Practice for Authorised Funds.

The ACD is required to keep proper accounting records and to manage the Company in accordance with the Regulations and the Instrument of Incorporation.

The ACD is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## AUTHORISED CORPORATE DIRECTOR'S STATEMENT

We hereby approve the Report and Financial Statements of Aviva Investors Funds ICVC for the six months ended 30 September 2018 on behalf of Aviva Investors UK Fund Services Limited in accordance with the requirements of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority.

I Buckle  
Director

S Ebenston  
Director  
20 November 2018

## SECURITIES FINANCING TRANSACTIONS REGULATION DISCLOSURE

As defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions. The only fund impacted by this new regulation is the Aviva Investors Multi-Strategy Target Income Fund. Whilst the Fund does not engage in such SFT's, it does engage in Total Return Swaps ("TRS") and Repurchase transactions ("Repo's") therefore, in accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to TRS and Repo's for the accounting period ended 30 September 2018 are detailed below.

### **AMOUNT OF ASSETS ENGAGED IN TRS AND REPO'S**

The total fair value of assets engaged in TRS and Repo's as at the balance sheet date is £Nil.

### **RETURN AND COST**

All returns from TRS and Repo's will accrue to the Fund and are not subject to any return sharing arrangements with the Authorised Fund Manager, Investment Manager or any other third parties. Returns from those instruments are disclosed in the Statement of Total Return for the Aviva Investors Multi-Strategy Target Income Fund.

## GENERAL INFORMATION

Investments in Aviva Investors Funds ICVC are intended to be medium to long term investments and should not be considered as a short term investment.

Past performance is not a guide to the future.

The value of an investment in the Funds and the revenue from it may go down as well as up, and you may not get back the original amount invested.

Where Funds are invested abroad, the value of your investment may rise and fall purely on account of movement in exchange rates.

Please refer to the Prospectus (which is available from the ACD on request) for a full description of the risks involved when investing in the Funds.

Any future returns and opinions expressed should not be relied upon as indicating any guarantee of return from investment in the Funds.

The performance figure given for the Aviva Investors Multi-Strategy Target Income Fund is based on 11.59pm values.

The information contained within this document should not be construed as a recommendation to purchase or sell stocks.

### **Publication of Prices**

Information on the prices of Shares will be available by calling 0800 051 2003 or on the internet at [www.avivainvestors.com](http://www.avivainvestors.com). Calls to this number may be recorded for training or monitoring purposes. Calls are free for UK mobiles and landlines.

