

AVIVA INVESTORS FUNDS ICVC

Annual Report and Financial Statements

For the year ended 31 March 2022

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

COMPANY INFORMATION

AUTHORISED CORPORATE DIRECTOR

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

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

DIRECTORS

I Buckle (resigned 13 May 2022)
M Craston
M White
A Coates
K McClellan
D Macmillan (resigned 31 March 2022)
M Versey (resigned 30 April 2021)
B Fowler (appointed 6 September 2021)
S Winstanley (appointed 20 October 2021)
J Adamson (appointed 9 May 2022)
M Bell (appointed 10 May 2022)

REGISTRAR AND ADMINISTRATOR

SS&C Financial Services Europe Limited
SS&C 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
141 Bothwell Street
Glasgow, G2 7EQ

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 Depositary"). The shareholders are not liable for any debts of the Company.

The object of the Company is to invest the scheme property in transferable securities 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 which means that it contains more than one sub-fund (Fund), each with a different investment objective. In the financial statements you will find an investment review for each Fund which includes details of the investment objectives. As at 31 March 2022, no Funds were available for investment in the Aviva Investors Funds ICVC.

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) ("Regulations").

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 annual financial statements of the Company for the year ended 31 March 2022. 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.

SIGNIFICANT INFORMATION

CLOSURE OF AVIVA INVESTORS MULTI-STRATEGY TARGET INCOME FUND

As advised in a letter to investors dated 27 July 2021, the Aviva Investors Multi-Strategy Target Income Fund closed on the 27 September 2021. All investments were realised prior to closure.

CLOSURE OF AVIVA INVESTORS GLOBAL BALANCED INCOME FUND AND AVIVA INVESTORS GLOBAL CAUTIOUS INCOME FUND

As advised in a letter to investors dated 3 June 2016, the Aviva Investors Global Balanced Income Fund and the Aviva Investors Global Cautious Income Fund closed on 16 August 2016. All investments were realised prior to closure.

Both Funds currently have a tax liability relating to an ongoing claim and will therefore remain in termination until these claims have been resolved.

UPDATE TO THE INSTRUMENT OF INCORPORATION

On 20 July 2021, the instrument of incorporation of the AI Funds ICVC was updated to reflect changes required as a result of the UK leaving the EU.

STATEMENT OF CROSS HOLDINGS

There are no cross holdings as at 31 March 2022.

POLICIES AND RISKS

ACCOUNTING POLICIES

a Basis of accounting

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

The Authorised Corporate Director intends to terminate the Aviva Investors Global Balanced Income Fund, Aviva Investors Global Cautious Income Fund and Aviva Investors Multi-Strategy Target Income Fund at the earliest opportunity from the date of approval of the financial statements and therefore the financial statements of the Company and its sub-funds have been prepared on a basis other than going concern and any additional costs in respect of the termination of these Funds will be borne by the ACD. In applying this basis of preparation, the assets and liabilities of these Funds continue to be stated at their fair values which materially equate to their realisable values. No adjustments were necessary in the Funds' financial statements to reduce assets to their realisable values, to provide for liabilities arising from the termination. All financial instruments were classified as current.

b Share classes

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

c Recognition of revenue

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

Premiums received on written call options are recognised as revenue, are amortised over the life of the option and a cash transfer is made between capital and revenue at the end of each calendar month.

Special dividends are either treated as income or capital depending on the facts of each dividend.

Revenue received from Collective Investment Schemes (CIS) is recognised when the CIS is quoted ex-dividend. Equalisation received as part of the revenue from CIS is deducted from the cost of the investment.

d Expenses

All expenses, except those relating to the purchase and sale of investments and transaction charges, are charged to revenue of the respective Funds, on an accruals basis.

e Treatment of derivatives

The return in respect of any derivative transaction is treated as capital or revenue depending on the motive and circumstances of the transaction. Where positions are undertaken to protect or enhance capital, and the circumstances support this, the returns are recognised in net capital gains; similarly where the motives and circumstances are to generate or protect revenue, and the circumstances support this, the returns are included within net revenue before taxation.

Where positions generate total returns, the returns are apportioned between capital and revenue to properly reflect the nature of the transaction.

Returns on forward currency contracts are treated as capital. Returns on futures are split between capital and revenue based on the circumstances of each future. Stock index futures are used to manage market price risk arising from the time lag between Subfunds being receivable or payable by the Scheme and investment or disinvestment in underlying securities.

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

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

f Dilution Levy Policy

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

g Underwriting commission

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

h Basis of valuation of investments

Quoted investments

The prior years quoted investments of Aviva Investors Multi-Strategy Target Income Fund was valued at bid market value at 11.59pm. The Fund had no investments as at the current year end.

Unquoted and unapproved investments

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

Suspended securities

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

Delisted securities

Delisted securities have been valued at nil pence per share.

POLICIES AND RISKS (CONTINUED)

h Basis of valuation of investments (continued)

Forward foreign currency contracts

The Company's forward foreign currency positions on the last working day of the prior years accounting period are included in the portfolio statement as an asset or liability so as to reflect the value of each contract. The Company had no forward foreign currency positions as at the end of the current year.

Over the counter (OTC) derivatives

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

Exchange traded derivatives (ETDs)

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

CIS investments

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

i Exchange rates

Assets and liabilities held in foreign currencies are translated at the rate ruling at midday on the last working day of the accounting period for all Funds with the exception of the Aviva Investors Multi-Strategy Target Income Fund which was translated at 11.59 p.m. Income and expenditure items are translated at the rate ruling at the date of the transaction.

j Taxation and deferred taxation

Provision for Corporation Tax is based at the current rate, as appropriate, on the excess of taxable revenue over allowable expenses, with relief for overseas taxation taken as appropriate. Deferred taxation is provided using the liability method on all timing differences that have originated but not reversed at the balance sheet date, calculated at the rate for the period in which it is anticipated the timing differences will reverse, based on rates that have been enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

k Unclaimed distributions

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

DISTRIBUTION POLICIES

a Distribution policy

Where appropriate the Company will pay any surplus revenue as a revenue distribution or accumulation to capital. Aviva Investors Multi-Strategy Target Income Fund has proposed dividend distributions.

Full details are set out in the distribution tables.

b Treatment of stock dividends

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

c Treatment of management expenses

All expenses, except those relating to the purchase and sale of investments and transaction charges, are charged to revenue of the respective Funds, on an accruals basis. For the purposes of the distribution the Fund Management Fee of the Aviva Investors Multi-Strategy Target Income Fund is deducted from capital.

FINANCIAL INSTRUMENTS

The Aviva Investors Multi-Strategy Target Income Fund's (the "Fund") financial instruments, other than derivatives, comprise securities and other investments, cash balances and debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for creations and payable for liquidations, and debtors for accrued income.

The Fund also enters into derivative transactions including but not limited to, in the form of forward foreign currency contracts, credit default swaps, interest rate swaps, equity variance swaps, options and stock index futures.

The Fund uses these financial instruments as a cheaper or more liquid alternative to other investments, to hedge or reduce overall risk, or in pursuit of its investment objectives. In particular, forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. Stock index futures are used to manage market price risk arising from the time lag between funds being receivable or payable by the Company and investment or disinvestment in underlying securities. Options are used to generate additional income.

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

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

The Company has exposure to a number of different risks to varying degrees. The main risks it faces from its financial instruments and the Manager's policies for managing these risks are summarised below:

a Foreign currency risk

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

b Interest rate risk

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

POLICIES AND RISKS (CONTINUED)

FINANCIAL INSTRUMENTS (CONTINUED)

c Market risk

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

d Credit risk

The Funds restrict their exposure to credit losses on derivative instruments by trading via International Swap and Derivative Association (ISDA) Master Arrangements with each counterparty.

e Liquidity risk

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

f Counterparty Risk

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

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

THE GLOBAL BALANCED INCOME FUND

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

The Fund is no longer being actively managed.

Synthetic Risk and Reward Indicator

Investment risks have been removed as the Fund closed on 16 August 2016.

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 annual report and financial statements as no investment activity has taken place during the period under review.

Following the Fund's closure and the full redemption to investors in August 2016, the Fund received a Windfall amount relating to a corporation tax class action. This amount has been treated as windfall as it was not known about before the Fund closed and therefore was never included in the NAV / price of the Fund. At the same time a counter tax liability claim was made against the windfall amount received. Following the balance sheet date this claim has now been closed with no liability amount having to be paid, as a result the manager intends to pay this windfall amount to Investors who held units as at the closure date 16 August 2016.

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.

The Global Balanced Income Fund currently has a tax liability relating to an ongoing claim and will therefore remain in termination until these claims have been resolved.

COMPARATIVE TABLES

Class A Income	2022 p per share	2021 p per share	2020 p per share	Class I Income	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share				Change in net assets per share			
Opening net asset value per share	–	–	–	Opening net asset value per share	–	–	–
Return before operating charges [†]	–	–	–	Return before operating charges [†]	–	–	–
Operating charges	–	–	–	Operating charges	–	–	–
Return after operating charges [†]	–	–	–	Return after operating charges [†]	–	–	–
Distributions	–	–	–	Distributions	–	–	–
Closing net asset value per share	–	–	–	Closing net asset value per share	–	–	–
† after direct transaction costs of	–	–	–	† after direct transaction costs of	–	–	–
Performance				Performance			
Return after charges	–	–	–	Return after charges	–	–	–
Other information				Other information			
Closing net asset value (£000)	–	–	–	Closing net asset value (£000)	–	–	–
Closing number of shares	–	–	–	Closing number of shares	–	–	–
Operating charges (%) [†]	–	–	–	Operating charges (%) [†]	–	–	–
Direct transaction costs (%) [#]	–	–	–	Direct transaction costs (%) [#]	–	–	–
Prices[®]				Prices[®]			
Highest share price	–	–	–	Highest share price	–	–	–
Lowest share price	–	–	–	Lowest share price	–	–	–

Class A Accumulation	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share			
Opening net asset value per share	–	–	–
Return before operating charges [†]	–	–	–
Operating charges	–	–	–
Return after operating charges [†]	–	–	–
Distributions	–	–	–
Retained distributions on accumulation shares	–	–	–
Closing net asset value per share	–	–	–
† after direct transaction costs of	–	–	–
Performance			
Return after charges	–	–	–
Other information			
Closing net asset value (£000)	–	–	–
Closing number of shares	–	–	–
Operating charges (%) [†]	–	–	–
Direct transaction costs (%) [#]	–	–	–
Prices[®]			
Highest share price	–	–	–
Lowest share price	–	–	–

COMPARATIVE TABLES (CONTINUED)

Class I Accumulation	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share			
Opening net asset value per share	-	-	-
Return before operating charges [‡]	-	-	-
Operating charges	-	-	-
Return after operating charges [‡]	-	-	-
Distributions	-	-	-
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	-	-	-
† after direct transaction costs of	-	-	-
Performance			
Return after charges	-	-	-
Other information			
Closing net asset value (£000)	-	-	-
Closing number of shares	-	-	-
Operating charges (%) [‡]	-	-	-
Direct transaction costs (%) [#]	-	-	-
Prices[≈]			
Highest share price	-	-	-
Lowest share price	-	-	-

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

- (a) Changes to fee rates were made during the year and the Ongoing Charges Figure has been amended to be future proofed for this change.
 (b) The Ongoing Charges Figure has been annualised for a share class that has not yet been open for a full year.
 (c) The Fund was closed on 16 August 2016, hence the Operating charges (%) for the current year are zero.

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

≈ The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year.

STATEMENT OF TOTAL RETURN

For the year ended 31 March 2022

	Notes	£000	Year ended 31.03.22 £000	£000	Year ended 31.03.21 £000
Income					
Net capital gains	2		–		5
Revenue	3	–		–	
Expenses					
Net expense before taxation	4	(20)		(16)	
Taxation	5	90		30	
Net revenue after taxation			70		14
Total return before distributions			70		19
Distributions	6		–		–
Change in net assets attributable to shareholders from investment activities			70		19

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31 March 2022

	£000	Year ended 31.03.22 £000	£000	Year ended 31.03.21 £000
Opening net assets attributable to shareholders		–		–
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)		70		19
Fund closure		(70)		(19)
Closing net assets attributable to shareholders		–		–

BALANCE SHEET

As at 31 March 2022

	Notes	As at 31.03.22 £000	As at 31.03.21 £000
Current assets:			
Debtors	7	–	–
Cash and bank balances	8	1,870	1,800
Total assets		1,870	1,800
Creditors:			
Windfall payable*	9	(1,411)	(1,341)
Other creditors	10	(459)	(459)
Total liabilities		(1,870)	(1,800)
Net assets attributable to shareholders		–	–

* Amounts changed from 31 March 2021 due to over/under accruals in the current year. On commencement of the termination of the Fund, this amount will be distributed to investors who were in the Fund as at the date of close (16 August 2016).

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 5 to 7 for accounting basis and policies.

2 Net capital gains

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Net capital gains on investment during the year comprise:		
Currency gains	–	–
Non-derivative securities gains	–	5
Net capital gains	–	5

3 Revenue

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Total revenue	–	–

4 Expenses

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Other expenses:		
Professional fee	9	–
Audit Fee*	11	16
	20	16
Total expenses	20	16

* The audit fee was £9,000 (2021: £9,000) net of VAT.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation**a Analysis of tax charge**

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Corporation tax	–	–
Overseas tax reclaims	(90)	(30)
Total current tax (see note 5b)	(90)	(30)

b Factors affecting current tax charge

The tax assessed for the year is lower (2021: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2021: 20%).

The differences are explained below:

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Net expense before taxation	(20)	(16)
Corporation tax at 20%	(4)	(3)
Effects of:		
Movement in excess expenses	4	3
Overseas tax reclaims not subject to corporation tax	(90)	(30)
Current tax charge (see note 5a)	(90)	(30)

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

6 Distributions

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Final distribution	–	–
Total distributions	–	–
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	–	–
Movement in revenue account	–	(5)
Net revenue transferred to capital	70	19
Net revenue after taxation	70	14

Details of the distributions per share are set out in the distribution tables on page 16.

7 Debtors

	As at 31.03.22 £000	As at 31.03.21 £000
Total debtors	–	–

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8 Cash and bank balances

	As at 31.03.22 £000	As at 31.03.21 £000
Cash and bank balances	1,870	1,800
Total cash and bank balances	1,870	1,800

9 Windfall payable

Changes in windfall payable amount consists of the following:

	As at 31.03.22 £000	As at 31.03.21 £000
Windfall tax reclaim received	90	30
Income received during year	–	5
Total expenses	(20)	(16)
Total change in windfall payable*	70	19

* The Windfall Payable as at 31 March 2022 is £1,410,539 (2021: £1,340,393).

10 Other creditors

	As at 31.03.22 £000	As at 31.03.21 £000
Accrued expenses	31	31
Corporation tax payable	2	2
Provision for Corporation Tax 2009*	426	426
Total other creditors	459	459

* Following the balance sheet date 31 March 2022, the potential tax liability claim has now been closed. As a result the manager intends to pay this amount to investors who held units as at the closure date 16 August 2016.

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2021: £nil).

12 Related party transactions

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

There are no related party transactions or outstanding balances during the current year and the prior year.

13 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 6 and 7.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2021: £nil).

14 Direct transaction costs

As the Fund was closed on 16 August 2016, there were no direct transactions costs incurred.

15 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2021: £nil).

DISTRIBUTION TABLES

As the Fund was closed on 16 August 2016, there were no distributions paid or payable.

THE GLOBAL CAUTIOUS INCOME FUND

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

The Fund is no longer being actively managed.

Synthetic Risk and Reward Indicator

Investment risks have been removed as the Fund closed on 16 August 2016.

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 annual report and financial statements as no investment activity has taken place during the period under review.

Following the Fund's closure and the full redemption to investors in August 2016, the Fund received a Windfall amount relating to a corporation tax class action. This amount has been treated as windfall as it was not known about before the Fund closed and therefore was never included in the NAV / price of the Fund. At the same time a counter tax liability claim was made against the windfall amount received. Following the balance sheet date this claim has now been closed with no liability amount having to be paid, as a result the manager intends to pay this windfall amount to Investors who held units as at the closure date 16 August 2016.

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.

The Global Cautious Income Fund currently has a Tax liability relating to an ongoing claim and will therefore remain in termination until these claims have been resolved.

COMPARATIVE TABLES

Class A Income	2022 p per share	2021 p per share	2020 p per share	Class I Income	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share				Change in net assets per share			
Opening net asset value per share	–	–	–	Opening net asset value per share	–	–	–
Return before operating charges [†]	–	–	–	Return before operating charges [†]	–	–	–
Operating charges	–	–	–	Operating charges	–	–	–
Return after operating charges [†]	–	–	–	Return after operating charges [†]	–	–	–
Distributions	–	–	–	Distributions	–	–	–
Closing net asset value per share	–	–	–	Closing net asset value per share	–	–	–
† after direct transaction costs of	–	–	–	† after direct transaction costs of	–	–	–
Performance				Performance			
Return after charges	–	–	–	Return after charges	–	–	–
Other information				Other information			
Closing net asset value (£000)	–	–	–	Closing net asset value (£000)	–	–	–
Closing number of shares	–	–	–	Closing number of shares	–	–	–
Operating charges (%) [†]	–	–	–	Operating charges (%) [†]	–	–	–
Direct transaction costs (%) [#]	–	–	–	Direct transaction costs (%) [#]	–	–	–
Prices[®]				Prices[®]			
Highest share price	–	–	–	Highest share price	–	–	–
Lowest share price	–	–	–	Lowest share price	–	–	–

Class A Accumulation	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share			
Opening net asset value per share	–	–	–
Return before operating charges [†]	–	–	–
Operating charges	–	–	–
Return after operating charges [†]	–	–	–
Distributions	–	–	–
Retained distributions on accumulation shares	–	–	–
Closing net asset value per share	–	–	–
† after direct transaction costs of	–	–	–
Performance			
Return after charges	–	–	–
Other information			
Closing net asset value (£000)	–	–	–
Closing number of shares	–	–	–
Operating charges (%) [†]	–	–	–
Direct transaction costs (%) [#]	–	–	–
Prices[®]			
Highest share price	–	–	–
Lowest share price	–	–	–

COMPARATIVE TABLES (CONTINUED)

Class I Accumulation	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share			
Opening net asset value per share	-	-	-
Return before operating charges [‡]	-	-	-
Operating charges	-	-	-
Return after operating charges [‡]	-	-	-
Distributions	-	-	-
Retained distributions on accumulation shares	-	-	-
Closing net asset value per share	-	-	-
† after direct transaction costs of	-	-	-
Performance			
Return after charges	-	-	-
Other information			
Closing net asset value (£000)	-	-	-
Closing number of shares	-	-	-
Operating charges (%) [‡]	-	-	-
Direct transaction costs (%) [#]	-	-	-
Prices[≈]			
Highest share price	-	-	-
Lowest share price	-	-	-

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

- (a) Changes to fee rates were made during the year and the Ongoing Charges Figure has been amended to be future proofed for this change.
 (b) The Ongoing Charges Figure has been annualised for a share class that has not yet been open for a full year.
 (c) The Fund was closed on 16 August 2016, hence the Ongoing Charges Figures for the current year is '0'.

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

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

STATEMENT OF TOTAL RETURN

For the year ended 31 March 2022

	Notes	£000	Year ended 31.03.22 £000	£000	Year ended 31.03.21 £000
Income					
Net capital gains	2		–		5
Revenue	3	–		–	
Expenses					
Net expense before taxation	4	(20)		(16)	
Taxation	5	70		23	
Net revenue after taxation					
			50		7
Total return before distributions					
			50		12
Distributions	6		–		–
Change in net assets attributable to shareholders from investment activities					
			50		12

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31 March 2022

	£000	Year ended 31.03.22 £000	£000	Year ended 31.03.21 £000
Opening net assets attributable to shareholders		–		–
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)		50		12
Fund closure		(50)		(12)
Closing net assets attributable to shareholders		–		–

BALANCE SHEET

As at 31 March 2022

	Notes	As at 31.03.22 £000	As at 31.03.21 £000
Current assets:			
Debtors	7	–	–
Cash and bank balances	8	1,144	1,094
Total assets		1,144	1,094
Creditors:			
Windfall payable*	9	(1,002)	(952)
Other creditors	10	(142)	(142)
Total liabilities		(1,144)	(1,094)
Net assets attributable to shareholders		–	–

* Amounts changed from 31 March 2021 due to over/under accruals in the current year. On commencement of the termination of the Fund, this amount will be distributed to investors who were in the Fund as at the date of close (16 August 2016).

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 5 to 7 for accounting basis and policies.

2 Net capital gains

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Net capital gains on investments during the year comprise:		
Non-derivative securities gains	–	5
Net capital gains	–	5

3 Revenue

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Total revenue	–	–

4 Expenses

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Other expenses:		
Professional fee	9	–
Audit fee*	11	16
	20	16
Total expenses	20	16

* The audit fee was £9,000 (2021: £9,000) net of VAT.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation**a Analysis of tax charge**

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Corporation tax	–	–
Overseas tax reclaims	(70)	(23)
Total current tax (see note 5b)	(70)	(23)

b Factors affecting current tax charge

The tax assessed for the year is lower (2021: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2021: 20%).

The differences are explained below:

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Net expense before taxation	(20)	(16)
Corporation tax at 20%	(4)	(3)
Effects of:		
Movement in excess expenses	4	3
Overseas tax reclaims not subject to corporation tax	(70)	(23)
Current tax charge (see note 5a)	(70)	(23)

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

6 Distributions

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Final distribution	–	–
Distributions	–	–
Reconciliation of distributions for the year to net revenue after taxation		
Distributions for the year	–	–
Movement in revenue account	–	(5)
Net revenue transferred to capital	50	12
Net revenue after taxation	50	7

Details of the distributions per share are set out in the distribution tables on page 25.

7 Debtors

	As at 31.03.22 £000	As at 31.03.21 £000
Total debtors	–	–

8 Cash and bank balances

	As at 31.03.22 £000	As at 31.03.21 £000
Cash and bank balances	1,144	1,094
Total cash and bank balances	1,144	1,094

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9 Windfall payable

Changes in windfall payable amount consists of the following:

	As at 31.03.22 £000	As at 31.03.21 £000
Windfall tax reclaim received	70	23
Income received during year	–	5
Total expenses	(20)	(16)
Total change in windfall payable*	50	12

* The Windfall Payable as at 31 March 2022 is £1,002,744 (2021: £952,417).

10 Other creditors

	As at 31.03.22 £000	As at 31.03.21 £000
Accrued expenses	34	34
Corporation tax payable	1	1
Provision for Corporation Tax 2009*	107	107
Total other creditors	142	142

* Following the balance sheet date 31 March 2022, the potential tax liability claim has now been closed. As a result the manager intends to pay this amount to investors who held units as at the closure date 16 August 2016.

11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2021: £nil).

12 Related party transactions

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

There are no related party transactions or outstanding balances during the current year and the prior year.

13 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 6 and 7.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2021: £nil).

14 Direct transaction costs

As the Fund was closed on 16 August 2016, there were no direct transactions costs incurred.

15 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2021: £nil).

DISTRIBUTION TABLES

As the Fund was closed on 16 August 2016, there were no distributions paid or payable.

AVIVA INVESTORS MULTI-STRATEGY TARGET INCOME FUND

The Fund closed on 27 September 2021, and will be terminated in due course.

The Fund is no longer being actively managed.

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 1 April to 31 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

Core Investment

The Fund invests across a broad range of global asset classes (including emerging markets) that may include shares of companies, bonds (both corporate and government), cash, commodities, indirect property, and currencies. Other funds (including funds managed by Aviva Investors companies) may also be used to gain exposure to these asset classes. The Fund will make significant use of derivative instruments for investment purposes including: futures, options, swaps, swaptions and forwards.

Strategy

The Fund is actively managed and the Investment Manager may take both long and synthetic short positions and derivative usage may include but is not limited to derivatives on interest rates, inflation rates, bonds, credit, equity, financial indices, volatility, dividend payments and currencies. Derivatives usage may be for the purposes of hedging, efficient portfolio management, or investment purposes and may be exchange traded or traded off exchange through market counterparties. The use of derivative instruments as part of the investment policy will mean that the Fund may, from time to time, have substantial holdings in liquid assets including deposits and money market instruments.

Environmental, Social and Governance (ESG) factors

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

Performance & Risk Measurement

The Fund aims to generate an income yield which exceed the Bank of England base rate, which has been chosen as the market standard indicator of the risk-free rate of return. The Fund targets 4% above this rate because that is the level of outperformance that the Investment Manager believes to be realistic for this strategy alongside the volatility aim.

The Fund is managed to a defined risk target – linked to the volatility of global equities. Volatility measures how much the returns of the Fund may fluctuate and is an indicator of the level of risk taken by the Investment Manager.

The Fund is expected to operate with a volatility no greater than 50% of that of global equities, however, there may be times where the Fund operates above this target. The Index we use to represent global equities is the MSCI® All Country World Index (local currency) (the Index). The Fund's volatility is compared against the Index's daily volatility, annualised, over 3-year rolling periods.

The Index comprises large and medium sized companies, as determined by their market capitalisation (total market value of a company's outstanding shares), from both developed and emerging markets, and the Index is designed to provide a broad measure of global equity market performance.

The Index has been selected as a benchmark due to the broad range of companies that it represents, and it is therefore an appropriate measure of the volatility of global equities.

MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. These financial statements are not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

FUND MANAGER'S REPORT

Performance

Over the period 1 April 2021 to 27 September 2021 (the date of closure), the Aviva Investors Multi-Strategy Target Income Fund returned 1.75%.

The Fund targets a level of volatility that is less than half that of global equities over rolling three-year periods. As of the period end, the Fund's three-year annualised volatility was 4.8%. This compared to 14.2% by the MSCI AC World (local currency) Index over the same period.

Review

The six months to the end of September 2021 saw the Fund deliver positive total return as both global equities and bonds ended the period in positive territory, albeit at different magnitudes. Market Return strategies accounted for the vast majority of the gain at fund level as risk assets saw positive returns across most geographies and sub-asset classes in what was a relatively positive market environment. The improving Covid situation in most developed markets led to upgrades in earnings expectations for most businesses and stronger economic outlook, but which started to weaken towards the end of the period in September. Risk-Reducing strategies, designed to act as stabilisers in the portfolio during periods of change in market sentiment, also added to returns. Opportunistic strategies were slightly negative, however saw a mix of both gainers and losers within the section of the portfolio.

AVIVA INVESTORS MULTI-STRATEGY TARGET INCOME FUND (CONTINUED)

FUND MANAGER'S REPORT (CONTINUED)

Review (continued)

Within Market Returns, all major risk factors made a significant positive contribution to performance as our credit exposure in the US benefited from further compression in credit spreads, our equity positions in Europe and the US benefited from the generally positive market sentiment in those regions and our REITS position saw gains against the backdrop of skyrocketing real estate prices in the US and elsewhere. Three positions, however, ended the period in negative territory as our positioning in equity dividends, emerging market equities and emerging market debt local currency assets were not supported by the market. Within Risk-Reducing strategies, the Fund saw gains in long duration positions in China, US and Australia, while our defensive equity strategy expressed through options in the US, European and UK stock markets offset some of those gains. Opportunistic Returns benefited from our exposure to carbon emissions pricing in Europe, as well as to our relative value energy equities and US vs emerging markets strategies. These gains, however, were more than offset by losses in our long Canadian dollar position, a relative value equity strategy favouring US industrials vs market and a basket of quality reinsurance equities vs market.

Outlook

The Fund closed on 27 September 2021.

May 2022

As noted above, the performance figures in this commentary have been sourced from Lipper and are based on published prices. The performance figures quoted in the comparative tables on pages 29 and 30 are based on the net asset value per the published accounts and may be different due to post year end accounting adjustments.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor buy or sell any securities. Past performance is not a guide to the future. The value of 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.

Material Portfolio Changes

Purchases	Sales
Royal Bank of Scotland 0.05% 14/09/2021	National Australia Bank Limited 0.05% 14/09/2021
Barclays Bank 0.05% 14/09/2021	Barclays Bank 0.05% 14/09/2021
National Australia Bank Limited 0.05% 14/09/2021	BNP Paribas 0.05% 14/09/2021
BNP Paribas 0.05% 14/09/2021	Royal Bank of Scotland PLC Rev CP 0.05% 14/09/2021
Rep 0.00% 27/04/2021	Rep 0.00% 27/04/2021
	Santander UK PLC Repo Dealer CP 0.01% 28/04/2021
	BNP Paribas Rev Repo Dealer CP 0.04% 24/05/2021
	Santander UK PLC Repo Dealer CP 0.03% 23/07/2021
	Royal Bank of Canada Repo Deale CP 0.04% 24/05/2021
	Royal Bank of Scotland PLC Rev CP 0.04% 28/04/2021

There were only 4 Purchases during the period.

AVIVA INVESTORS MULTI-STRATEGY TARGET INCOME FUND (CONTINUED)

Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Share Class 5** %
01.01.17 to 31.12.17	-2.08	-1.88	-1.68	-1.75
01.01.18 to 31.12.18	-7.82	-7.63	-7.41	-7.52
01.01.19 to 31.12.19	11.40	11.70	11.90	11.80
01.01.20 to 31.12.20	-2.60	-2.40	-2.20	-2.30
01.01.21 to 31.12.21	N/A	N/A	N/A	N/A

Synthetic Risk and Reward Indicator

Investment risks have been removed as the Fund closed on 27 September 2021.

Performance History – Income Shares

Calendar year	Share Class 9 %	Benchmark %*
01.01.17 to 31.12.17	-1.85	4.27
01.01.18 to 31.12.18	-7.58	4.60
01.01.19 to 31.12.19	11.70	4.80
01.01.20 to 31.12.20	-2.30	4.20
01.01.21 to 31.12.21	N/A	N/A

* Benchmark – Bank of England Base Rate + 4%.

** Please note that up to (but not including) 24 October 2016, the fees costs and expenses of operating and running the Company and the Funds were incurred on a more traditional charging method which, amongst other things, included an annual management charge that was paid to the ACD in respect of Class 5 (previously named Class 3) in the Aviva Investors Multi-Strategy Target Return Fund in the amount of 0.10%. Although the charges continued to be incurred on this more traditional charging method for the remainder of each of the performance periods referred to above (i.e. because they relate to periods before we introduced the Fund Management Fee), from that date such annual management charge was 0.67% and the performance figures for Class 5 (previously named Class 3) reflect the charges applicable to each period.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2020. The figures do not include the effect of the Entry Charge and any Exit Charge.

Yield History

Calendar year	Yield %	Benchmark Yield* %	Performance relative to target %	Benchmark relative to target %
01.01.17 to 31.12.17	5.75	4.33	133	
01.01.18 to 31.12.18	5.47	4.60	119	
01.01.19 to 31.12.19	4.81	4.75	101	
01.01.20 to 31.12.20	4.63	4.23	109	
01.01.21 to 31.12.21	N/A	N/A	N/A	

* Benchmark – Bank of England Base Rate + 4%.

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

COMPARATIVE TABLES

Class 1 Income shares	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share			
Opening net asset value per share	77.53	76.91	85.64
Return before operating charges [†]	(75.40)	4.72	(4.01)
Operating charges	(0.52)	(0.82)	(0.95)
Return after operating charges [†]	(75.92)	3.90	(4.96)
Distributions	(1.61)	(3.28)	(3.77)
Closing net asset value per share	–	77.53	76.91
[†] after direct transaction costs of	(0.26)	(0.13)	(0.14)
Performance			
Return after charges	–	5.07%	(5.79)%
Other information			
Closing net asset value (£000)	–	1,597	1,483
Closing number of shares	–	2,059,504	1,927,927
Operating charges (%) [†]	1.32%	1.00%	1.10%
Direct transaction costs (%) [#]	0.34%	0.17%	0.16%
Prices[°]			
Highest share price	78.32	81.16	87.79
Lowest share price	76.73	76.59	74.71

Class 2 Income shares	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share			
Opening net asset value per share	78.51	77.74	86.39
Return before operating charges [†]	(76.43)	4.76	(4.07)
Operating charges	(0.45)	(0.66)	(0.75)
Return after operating charges [†]	(76.88)	4.10	(4.82)
Distributions	(1.63)	(3.33)	(3.83)
Closing net asset value per share	–	78.51	77.74
[†] after direct transaction costs of	(0.27)	(0.14)	(0.14)
Performance			
Return after charges	–	5.27%	(5.58)%
Other information			
Closing net asset value (£000)	–	40,946	70,143
Closing number of shares	–	52,155,321	90,229,322
Operating charges (%) [†]	1.13%	0.80%	0.85%
Direct transaction costs (%) [#]	0.34%	0.17%	0.16%
Prices[°]			
Highest share price	79.33	82.17	88.62
Lowest share price	77.76	77.44	75.52

Class 3 Income shares	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share			
Opening net asset value per share	79.76	78.83	87.41
Return before operating charges [†]	(77.73)	4.79	(4.19)
Operating charges	(0.37)	(0.47)	(0.52)
Return after operating charges [†]	(78.10)	4.32	(4.71)
Distributions	(1.66)	(3.39)	(3.87)
Closing net asset value per share	–	79.76	78.83
[†] after direct transaction costs of	(0.27)	(0.14)	(0.14)
Performance			
Return after charges	–	5.48%	(5.39)%
Other information			
Closing net asset value (£000)	–	456,079	903,988
Closing number of shares	–	571,804,520	1,146,824,379
Operating charges (%) [†]	0.91%	0.58%	0.58%
Direct transaction costs (%) [#]	0.34%	0.17%	0.16%
Prices[°]			
Highest share price	80.62	83.47	89.72
Lowest share price	79.07	78.54	76.59

Class 5 Income shares	2022 p per share	2021 p per share	2020 p per share
Change in net assets per share			
Opening net asset value per share	79.57	78.69	87.34
Return before operating charges [†]	(77.51)	4.80	(4.17)
Operating charges	(0.40)	(0.55)	(0.61)
Return after operating charges [†]	(77.91)	4.25	(4.78)
Distributions	(1.66)	(3.37)	(3.87)
Closing net asset value per share	–	79.57	78.69
[†] after direct transaction costs of	(0.27)	(0.14)	(0.14)
Performance			
Return after charges	–	5.40%	(5.47)%
Other information			
Closing net asset value (£000)	–	13,080	34,316
Closing number of shares	–	16,439,232	43,609,700
Operating charges (%) [†]	0.97%	0.65%	0.69%
Direct transaction costs (%) [#]	0.34%	0.17%	0.16%
Prices[°]			
Highest share price	80.41	83.28	89.62
Lowest share price	78.86	78.40	76.46

COMPARATIVE TABLES (CONTINUED)

	2022	2021	2020
Class 9 Income shares	p per share	p per share	p per share
Change in net assets per share			
Opening net asset value per share	78.70	77.90	86.54
Return before operating charges [‡]	(76.63)	4.75	(4.11)
Operating charges	(0.43)	(0.62)	(0.70)
Return after operating charges [‡]	(77.06)	4.13	(4.81)
Distributions	(1.64)	(3.33)	(3.83)
Closing net asset value per share	–	78.70	77.90
† after direct transaction costs of	(0.27)	(0.17)	(0.14)
Performance			
Return after charges	–	5.30%	(5.56)%
Other information			
Closing net asset value (£000)	–	8,729	10,885
Closing number of shares	–	11,091,174	13,972,717
Operating charges (%) [‡]	1.08%	0.75%	0.80%
Direct transaction costs (%) [#]	0.34%	0.17%	0.16%
Prices[≈]			
Highest share price	79.53	82.37	88.78
Lowest share price	77.97	77.60	75.68

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

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

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

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

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

Ongoing Charges Figure*

Share class	31.03.22	31.03.21
Class 1	1.00%	1.00%
Class 2	0.80%	0.80%
Class 3	0.58%	0.58%
Class 5	0.65%	0.65%
Class 9	0.75%	0.75%

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

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

PORTFOLIO STATEMENT

As the Fund closed on 27 September 2021, there were no investments as at 31 March 2022.

STATEMENT OF TOTAL RETURN

For the year ended 31 March 2022

	Notes	£000	Year ended 31.03.22 £000	£000	Year ended 31.03.21 £000
Income					
Net capital gains	2		189		30,658
Revenue	3	10,619		47,048	
Expenses	4	(2,095)		(5,968)	
Net revenue before taxation		8,524		41,080	
Taxation	5	(1,257)		(7,153)	
Net revenue after taxation			7,267		33,927
Total return before distributions			7,456		64,585
Distributions	6		(8,987)		(38,373)
Change in net assets attributable to shareholders from investment activities			(1,531)		26,212

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31 March 2022

	£000	Year ended 31.03.22 £000	£000	Year ended 31.03.21 £000
Opening net assets attributable to shareholders		520,431		1,020,815
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	6,895		28,716	
Amounts payable on cancellation of shares	(526,015)		(556,469)	
		(519,120)		(527,753)
Dilution adjustment		251		1,157
Change in net assets attributable to shareholders from investment activities (see above)		(1,531)		26,212
Loss/gain accumulated following fund closure		(31)		–
Closing net assets attributable to shareholders		–		520,431

BALANCE SHEET

As at 31 March 2022

	Notes	As at 31.03.22 £000	As at 31.03.21 £000
Assets:			
Current assets:			
Investments	7	–	521,113
Debtors	8	507	78,948
Cash and bank balances	9	202	42,292
Total assets		709	642,353
Liabilities:			
Investment liabilities	7	–	(14,908)
Provisions for liabilities	10	–	(6)
Creditors:			
Distribution payable		–	(3,002)
Other creditors	11	(709)	(104,006)
Total liabilities		(709)	(121,922)
Net assets attributable to shareholders		–	520,431

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting basis and policies

Please see pages 5 to 7 for accounting basis and policies.

2 Net capital gains

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Net capital gains on investment during the year comprise:		
Compensation items	463	–
Currency losses	(525)	(3,035)
Derivative losses	(11,468)	(93,275)
Forward currency contracts (losses)/gains	(1,766)	23,531
Non-derivative securities gains	13,485	103,437
Net capital gains	189	30,658

3 Revenue

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Bank and deposit interest	19	193
Interest on debt securities	1,610	11,751
Income from derivatives	3,035	25,183
Overseas dividends	3,701	8,009
Property income distributions	9	122
Revenue from offshore funds	6	10
Stock lending commission*	2	5
UK dividends	2,237	1,775
Total revenue	10,619	47,048

* see Note 17.

4 Expenses

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:		
Fund Management Fee	1,334	5,558
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Interest payable	82	409
Other expenses:		
Dividend collection charges	1	1
Closure Costs	678	–
	679	1
Total expenses	2,095	5,968

The audit fee was £15,115.20 (2021: £18,894) net of VAT.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5 Taxation**a Analysis of tax charge**

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Corporation tax	621	6,201
Overseas tax suffered	642	951
Total current tax	1,263	7,152
Deferred tax (see note 5c)	(6)	1
Total current tax (see note 5b)	1,257	7,153

b Factors affecting current tax charge

The tax assessed for the year is lower (2021: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2021: 20%).

The differences are explained below:

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Net revenue before taxation	8,524	41,080
Corporation tax at 20%	1,705	8,216
Effects of:		
Crystallised Tax on Closure	(16)	–
Deferred tax	(6)	1
Double tax relief	(37)	(230)
Expenses not deductible for tax purposes	136	–
Overseas dividends not subject to corporation tax	(742)	(1,431)
Overseas tax suffered	642	951
Revenue taxable in different periods	22	1
UK dividends not subject to corporation tax	(447)	(355)
Current tax charge (see note 5a)	1,257	7,153

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

c Deferred tax

The deferred tax provision is made up as follows:

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
Provision at the start of the year	6	5
Movement in deferred tax for the year (Note 5(a))	(6)	1
Provision at the end of the year	–	6

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

6 Distributions

	Year ended 31.03.22 £000	Year ended 31.03.21 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Net dividend distribution for the six months ended 30 September	8,619	19,425
Net dividend distribution for the five months ended 29 February	–	14,036
Net dividend distribution for the month ended 31 March	–	3,002
	8,619	36,463
Add: Revenue deducted on cancellation of shares	398	2,028
Deduct: Revenue received on issue of shares	(30)	(118)
Total distributions	8,987	38,373
Reconciliation of distributions for the year to net revenue after taxation		
Distributions for the year	8,987	38,373
Fund Management Fee borne by the capital account	(1,311)	(5,558)
Other fees borne by capital account	(678)	–
Revenue deficit transferred to capital	(1)	–
Tax relief on capitalised ACD's periodic charge	262	1,112
Undistributed revenue carried forward	8	–
Net revenue after taxation	7,267	33,927

Details of the distributions per share are set out in the distribution tables on pages 41 to 46.

7 Fair value hierarchy

Valuation technique	As at 31.03.22		As at 31.03.21	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1: Quoted prices	–	–	266,604	(4,568)
Level 2: Observable market data	–	–	254,509	(10,340)
Total value	–	–	521,113	(14,908)

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

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

The disclosure is split into the following categories:

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

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

Level 3: Valuation techniques using unobservable inputs.

As at the balance sheet date, the Fund held no level 3 investments.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

8 Debtors

	As at 31.03.22 £000	As at 31.03.21 £000
Accrued revenue	1	2,357
Amounts receivable on issue of shares	–	1,519
Corporation tax recoverable	421	463
Income tax recoverable	–	24
Overseas tax recoverable	85	210
Sales awaiting settlement	–	74,375
Total debtors	507	78,948

9 Cash and bank balances

	As at 31.03.22 £000	As at 31.03.21 £000
Amounts held at futures clearing houses and brokers	1	14,056
Cash and bank balances	201	28,236
Total cash and bank balances	202	42,292

10 Provisions for liabilities

	As at 31.03.22 £000	As at 31.03.21 £000
Deferred tax provision	–	6
Total provisions for liabilities	–	6

11 Other creditors

	As at 31.03.22 £000	As at 31.03.21 £000
Accrued expenses	709	474
Amounts payable for cancellation of shares	–	616
Purchases awaiting settlement	–	102,916
Total other creditors	709	104,006

12 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2021: £nil).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

13 Related party transactions

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

Fund management fee paid to Aviva Investors UK Fund Services Limited ("the ACD") are shown in note 4 and details of shares issued and cancelled by the ACD are shown in the statement of change in net assets attributable to shareholders. The balance due from the ACD at the year end in respect of Fund management Fee was £179 (2021: due to the ACD £473,691). Any balance due from the ACD in respect of issues is shown in note 8. Any balance due to the ACD in respect of cancellations is shown in note 11.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £nil (2021: £4,336,432). The amount outstanding at the year end was £nil (2021: £2,708,111). Related parties of the ACD are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

Annual management charge rebates received or receivable from the Manager of £nil (2021: £nil) are disclosed under Expense in the Notes to the Accounts. Amounts due from the Manager at the balance sheet date of £nil (2021: £nil) are disclosed under Debtors in the Notes to the Accounts.

The Fund closed during the year and sold all investments therefore at the year end there were no holdings in any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group.

The total purchases and sales on these investments during the year amounted to £nil (2021: £nil) and £nil (2021: £nil) respectively. The income received during the year amounted to £nil (2021: £nil).

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

	Holdings at 31.03.22 (shares)	Movement (shares)	Holdings at 31.03.21 (shares)
ACD and related parties (Class 2 Income shares)	–	(36,444)	36,444
ACD and related parties (Class 3 Income shares)	–	(571,804,520)	571,804,520
ACD and related parties (Class 9 Income shares)	–	(11,091,174)	11,091,174

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

14 Shares in issue reconciliation

	Number of shares in issue at 31.03.21	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 31.03.22
Class 1 Income shares	2,059,504	89,355	(2,154,464)	5,605	–
Class 2 Income shares	52,155,321	257,295	(52,408,196)	(4,420)	–
Class 3 Income shares	571,804,520	7,990,077	(579,794,597)	–	–
Class 5 Income shares	16,439,232	41,670	(16,479,802)	(1,100)	–
Class 9 Income shares	11,091,174	267,521	(11,358,695)	–	–

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 6 and 7.

Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2021: £nil).

Value at risk

The Fund enters into derivative transactions in the form of forward currency contracts, futures, options and swaps for the purpose of efficient portfolio management. The commitment approach has been used to calculate the global exposure.

The Investment Adviser assesses the market risk of the Fund's investments, including derivative exposure, using historical simulation methodology. This process provides an estimate of the maximum potential loss that could be expected to occur as a result of changes in market prices over a given period of time in all but a given percentage of circumstances. The VaR is calculated on a 99% confidence level with a 20 day horizon & 250 days of history.

The VaR calculated for the year ended 31 March was as follows:

	31.03.22 %	31.03.21 %
As at 31 March, the company's value at risk is		
During the financial year, the highest utilisation of value at risk was	–	7.08
During the financial year, the average utilisation of value at risk was	–	5.30
During the financial year, the lowest utilisation of value at risk was	–	3.86

Further information on the derivative risks can be found in the accounting policies note on pages 5 to 7.

Leverage

Average leverage is calculated as the sum of the net asset value and the incremental exposure generated through the use of derivatives (calculated in accordance with the commitment approach (CESR/10-788)) divided by the net asset value.

As at 31 March 2022 the average leverage was nil% (2021: 440.58%).

Interest rate exposures

The Aviva Investors Investment Risk Team performs regular stress testing across all portfolios to determine market sensitivities and risk exposures using BlackRock's Aladdin risk model and stress testing methodology. Under this methodology, if 5Y GBP interest rates had increased by 1% as at the balance sheet date, the net asset value of the Fund would have decreased by £nil (2021: £21,337,671).

If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £nil (2021: £21,337,671). These calculations assume the interest rate shock is propagated to all risk factors the Fund is exposed to, based on historical market correlations and volatilities between factors.

Market price risk

At the year end date, nil% (2021: 97.26%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by nil% (2021: 9.73%).

16 Stock lending

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2021: £nil) and consequently no collateral was held (2021: £nil).

JPMorgan Chase Bank, N.A (JPMCB), the lending agent, receives a fee of 10% of the gross revenue for its services related to the Stock Lending Transactions. The remainder of the revenue, 90%, is received by the Fund i.e. for the benefit of Shareholders.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

17 Counterparty exposure**Financial derivative exposure**

The types of derivatives held at the prior year end date were forward currency contracts, credit default swaps, interest rate swaps, total return swaps, inflation linked swaps, option contracts and swaption contracts. No derivatives were held at the 31 March 2022 year end, the total position by counterparty at the prior year end date were as follows:

31.03.21	Total return £000	Credit default swaps £000	Equity variance swaps £000	Forward currency contracts £000	Futures contracts £000	Inflation rate swaps £000	Interest rate swaps £000	Options contracts £000	Total £000
Barclays	527	47	–	112	3,605	–	–	1,594	5,885
BNP Paribas	–	–	–	650	–	–	–	–	650
Canadian Imperial Bank of Commerce	–	–	–	15	–	–	–	–	15
Citibank	–	–	–	(782)	–	–	–	–	(782)
Goldman Sachs	–	–	–	1,013	–	–	–	–	1,013
HSBC	–	–	–	32	–	–	–	–	32
J.P. Morgan	–	17,094	–	3,481	–	822	604	–	22,001
Merrill Lynch	–	–	–	(424)	–	–	–	–	(424)
Royal Bank of Canada	–	–	–	194	–	–	–	–	194
Royal Bank of Scotland	–	–	–	(178)	–	–	–	–	(178)
Standard Chartered	–	–	–	(557)	–	–	–	–	(557)
UBS	–	–	–	(94)	–	–	–	–	(94)
Total	527	17,141	–	3,462	3,605	822	604	1,594	27,755

The counterparty exposure on forward currency contracts is reported at their mark to market values but for futures contracts, options contracts and swaps it is only the positive mark to market values that are reported.

Collateral

There is £nil (2021: £5,076,000) of collateral held on the above derivatives in the form of cash.

18 Debt security credit analysis

	Market value £000		Total net assets %	
	31.03.22	31.03.21	31.03.22	31.03.21
Investment grade securities	–	41,706	–	8.01%
Below investment grade securities	–	60,289	–	11.59%
Unrated securities	–	234	–	0.04%
Total debt securities	–	102,229	–	19.64

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BBB- or lower are considered below investment grade.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

19 Direct transaction costs

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

31.03.22	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Bonds	(14,017)	–	–	(14,017)	0.00%	0.00%
Equities	(538,478)	(112)	(1,129)	(539,719)	0.02%	0.21%
Funds	(11,000)	–	–	(11,000)	0.00%	0.00%
Others	(9,545,998)	–	–	(9,545,998)	0.00%	0.00%
	<u>(10,109,493)</u>	<u>(112)</u>	<u>(1,129)</u>	<u>(10,110,734)</u>		
Sales						
Bonds	115,858	–	–	115,858	0.00%	0.00%
Equities	815,558	(134)	(41)	815,383	0.02%	0.01%
Funds	35,825	–	–	35,825	0.00%	0.00%
Others	9,644,999	–	–	9,644,999	0.00%	0.00%
	<u>10,612,240</u>	<u>(134)</u>	<u>(41)</u>	<u>10,612,065</u>		
Total		<u>(246)</u>	<u>(1,170)</u>			
Percentage of fund average net assets		<u>0.01%</u>	<u>0.03%</u>			

31.03.21	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
Purchases						
Bonds	(193,801)	–	–	(193,801)	0.00%	0.00%
Equities	(763,506)	(134)	(645)	(764,285)	0.02%	0.08%
Funds	(41,100)	–	–	(41,100)	0.00%	0.00%
Others	(10,629,021)	–	–	(10,629,021)	0.00%	0.00%
Purchases (corporate action activity only)						
Equities	(255)	–	–	(255)	0.00%	0.00%
	<u>(11,627,683)</u>	<u>(134)</u>	<u>(645)</u>	<u>(11,628,462)</u>		
Sales						
Bonds	495,465	–	–	495,465	0.00%	0.00%
Equities	972,723	(137)	(80)	972,506	0.01%	0.01%
Funds	16,275	–	–	16,275	0.00%	0.00%
Others	10,530,002	–	–	10,530,002	0.00%	0.00%
	<u>12,014,465</u>	<u>(137)</u>	<u>(80)</u>	<u>12,014,248</u>		
Derivative purchases and sales		<u>(604)</u>	<u>–</u>			
Total		<u>(875)</u>	<u>(725)</u>			
Percentage of fund average net assets		<u>0.10%</u>	<u>0.07%</u>			

Dealing spread

As at 31 March 2022, the average portfolio dealing spread was nil% (2021: 0.10%). This spread represents the difference between the values determined retrospectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

DISTRIBUTION TABLES

Final distribution payable in pence per share for the month ended 31 March 2022

Income shares		Net revenue	Equalisation	Final distribution payable 30 April 2022	Final distribution paid 30 April 2021
Class 1	Group 1	0.0000	–	0.0000	0.3685
	Group 2	0.0000	0.0000	0.0000	0.3685
Class 2	Group 1	0.0000	–	0.0000	0.4084
	Group 2	0.0000	0.0000	0.0000	0.4084
Class 3	Group 1	0.0000	–	0.0000	0.4656
	Group 2	0.0000	0.0000	0.0000	0.4656
Class 5	Group 1	0.0000	–	0.0000	0.4485
	Group 2	0.0000	0.0000	0.0000	0.4485
Class 9	Group 1	0.0000	–	0.0000	0.4115
	Group 2	0.0000	0.0000	0.0000	0.4115

Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 28 February 2022.

Group 2 shares are those shares purchased after 12:00 noon on 28 February 2022.

Interim distribution paid in pence per share for the month ended 28 February 2022

Income shares		Net revenue	Equalisation	Interim distribution paid 31 March 2022	Interim distribution paid 31 March 2021
Class 1	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 2	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 3	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 5	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 9	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 31 January 2022.

Group 2 shares are those shares purchased after 12:00 noon on 31 January 2022.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 31 January 2022

Income shares		Net revenue	Equalisation	Interim distribution paid 28 February 2022	Interim distribution paid 28 February 2021
Class 1	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 2	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 3	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 5	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 9	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 31 December 2021.

Group 2 shares are those shares purchased after 12:00 noon on 31 December 2021.

Interim distribution paid in pence per share for the month ended 31 December 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 31 January 2022	Interim distribution paid 31 January 2021
Class 1	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 2	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 3	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 5	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 9	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 30 November 2021.

Group 2 shares are those shares purchased after 12:00 noon on 30 November 2021.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 30 November 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 31 December 2021	Interim distribution paid 31 December 2020
Class 1	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 2	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 3	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 5	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 9	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 31 October 2021.

Group 2 shares are those shares purchased after 12:00 noon on 31 October 2021.

Interim distribution paid in pence per share for the month ended 31 October 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 30 November 2021	Interim distribution paid 30 November 2020
Class 1	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 2	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 3	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 5	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800
Class 9	Group 1	0.0000	–	0.0000	0.2800
	Group 2	0.0000	0.0000	0.0000	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 30 September 2021.

Group 2 shares are those shares purchased after 12:00 noon on 30 September 2021.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 30 September 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 31 October 2021	Interim distribution paid 31 October 2020
Class 1	Group 1	0.2623	–	0.2623	0.2800
	Group 2	0.2623	0.0000	0.2623	0.2800
Class 2	Group 1	0.2827	–	0.2827	0.2800
	Group 2	0.0239	0.2588	0.2827	0.2800
Class 3	Group 1	0.3097	–	0.3097	0.2800
	Group 2	0.3097	0.0000	0.3097	0.2800
Class 5	Group 1	0.3052	–	0.3052	0.2800
	Group 2	0.3052	0.0000	0.3052	0.2800
Class 9	Group 1	0.2870	–	0.2870	0.2800
	Group 2	0.0592	0.2278	0.2870	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 31 August 2021.

Group 2 shares are those shares purchased after 12:00 noon on 31 August 2021.

Interim distribution paid in pence per share for the month ended 31 August 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 30 September 2021	Interim distribution paid 30 September 2020
Class 1	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.0000	0.2700	0.2700	0.2800
Class 2	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.0119	0.2581	0.2700	0.2800
Class 3	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.0000	0.2700	0.2700	0.2800
Class 5	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.2700	0.0000	0.2700	0.2800
Class 9	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.0008	0.2692	0.2700	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 31 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 31 July 2021.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 31 July 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 31 August 2021	Interim distribution paid 31 August 2020
Class 1	Group 1	0.2693	–	0.2693	0.2800
	Group 2	0.0364	0.2329	0.2693	0.2800
Class 2	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.1538	0.1162	0.2700	0.2800
Class 3	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.0000	0.2700	0.2700	0.2800
Class 5	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.2321	0.0379	0.2700	0.2800
Class 9	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.1738	0.0962	0.2700	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 30 June 2021.

Group 2 shares are those shares purchased after 12:00 noon on 30 June 2021.

Interim distribution paid in pence per share for the month ended 30 June 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 31 July 2021	Interim distribution paid 31 July 2020
Class 1	Group 1	0.2699	–	0.2699	0.2800
	Group 2	0.0566	0.2133	0.2699	0.2800
Class 2	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.1052	0.1648	0.2700	0.2800
Class 3	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.0000	0.2700	0.2700	0.2800
Class 5	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.1190	0.1510	0.2700	0.2800
Class 9	Group 1	0.2700	–	0.2700	0.2800
	Group 2	0.0820	0.1880	0.2700	0.2800

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 31 May 2021.

Group 2 shares are those shares purchased after 12:00 noon on 31 May 2021.

DISTRIBUTION TABLES (CONTINUED)

Interim distribution paid in pence per share for the month ended 31 May 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 30 June 2021	Interim distribution paid 30 June 2020
Class 1	Group 1	0.2700	–	0.2700	0.1709
	Group 2	0.0128	0.2572	0.2700	0.1709
Class 2	Group 1	0.2700	–	0.2700	0.1728
	Group 2	0.0655	0.2045	0.2700	0.1728
Class 3	Group 1	0.2700	–	0.2700	0.1752
	Group 2	0.0000	0.2700	0.2700	0.1752
Class 5	Group 1	0.2700	–	0.2700	0.1749
	Group 2	0.0000	0.2700	0.2700	0.1749
Class 9	Group 1	0.2700	–	0.2700	0.1732
	Group 2	0.0351	0.2349	0.2700	0.1732

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 30 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 30 April 2021.

Interim distribution paid in pence per share for the month ended 30 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 31 May 2021	Interim distribution paid 31 May 2020
Class 1	Group 1	0.2700	–	0.2700	0.2252
	Group 2	0.0713	0.1987	0.2700	0.2252
Class 2	Group 1	0.2700	–	0.2700	0.2277
	Group 2	0.0878	0.1822	0.2700	0.2277
Class 3	Group 1	0.2700	–	0.2700	0.2309
	Group 2	0.0000	0.2700	0.2700	0.2309
Class 5	Group 1	0.2700	–	0.2700	0.2304
	Group 2	0.2087	0.0613	0.2700	0.2304
Class 9	Group 1	0.2700	–	0.2700	0.2281
	Group 2	0.0496	0.2204	0.2700	0.2281

Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 31 March 2021.

Group 2 shares are those shares purchased after 12:00 noon on 31 March 2021.

Equalisation

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

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 revenue 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 of the Company 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 year ended 31 March 2022 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.

Martin Bell

M Bell
Director
29 July 2022

STATEMENT OF THE DEPOSITARY'S RESPONSIBILITIES

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

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

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

The Depositary must ensure that:

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

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

DEPOSITARY'S REPORT TO THE SHAREHOLDERS

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

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

J.P. Morgan Europe Limited
London
29 July 2022

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF AVIVA INVESTORS FUNDS ICVC

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

OPINION

In our opinion, the financial statements of Aviva Investors Funds ICVC (the "Company"):

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 31 March 2022 and of the net revenue and the net capital gains/results on the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Aviva Investors Funds ICVC is an Open Ended Investment Company ('OEIC') with 3 sub-funds. The financial statements of the Company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the balance sheets as at 31 March 2022; the statements of total return, the statements of change in net assets attributable to shareholders for the year then ended; the distribution tables; the accounting policies (within the Policies and Risks section); and the notes to the financial statements.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

EMPHASIS OF MATTER – BASIS OF PREPARATION

In forming our opinion on the financial statements, which is not modified, we draw your attention to accounting policy A 'Basis of accounting' (within the Policies and Risks section) which describes the Authorised Corporate Director's reasons why the financial statements have been prepared on a basis other than going concern.

REPORTING ON OTHER INFORMATION

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Authorised Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

Authorised Corporate Director's Report

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

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF AVIVA INVESTORS FUNDS ICVC (CONTINUED)

RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS AND THE AUDIT

Responsibilities of the Authorised Corporate Director for the financial statements

As explained more fully in the Statement of the Authorised Corporate Director's Responsibilities, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the Company's and each of the sub-funds ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to wind up or terminate the Company or individual sub-fund, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Based on our understanding of the Company/industry, we identified that the principal risks of non-compliance with laws and regulations related to breaches of the Collective Investment Schemes sourcebook, and we considered the extent to which non-compliance might have a material effect on the financial statements, in particular those parts of the sourcebook which may directly impact on the determination of amounts and disclosures in the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to increase revenue or to increase the net asset value of the Company or the sub-funds. Audit procedures performed included:

- Discussions with the Authorised Corporate Director, including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Reviewing relevant meeting minutes, including those of the Authorised Corporate Director's board of directors;
- Identifying and testing journal entries, specifically any journals posted as part of the financial year end close process; and
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

OTHER REQUIRED REPORTING

OPINION ON MATTER REQUIRED BY THE COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK EXCEPTION REPORTING

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records.

We have no exceptions to report arising from this responsibility.



PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Glasgow
29 July 2022

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 on the internet at www.avivainvestors.com or from the ACD on request) for a full description of the risks involved when investing in the Funds.

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

The performance figure given for each Fund are 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. Calls to this number may be recorded for training or monitoring purposes. Calls are free from landlines and mobiles.

VALUE ASSESSMENT

Value Assessments for the Aviva Investors Funds ICVC can now be found at www.avivainvestors.com/value-assessments.

REMUNERATION POLICY (UNAUDITED)

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

There are four components of pay:

Basic Salary – set within an appropriate market range, which is sufficient to allow the possibility, where performance so warrants, that an employee may receive no variable pay.

Annual bonus – a discretionary short-term incentive plan where individuals may receive a bonus based on business and individual performance against targets. Where bonuses are equal to or greater than £75,000, a 3 year deferral with pro-rata vesting in Aviva funds and/or Aviva Group Plc shares occurs, following this a further holding period applies where regulation requires.

The extent to which each aspect of performance affects the overall payment level depends on the role and responsibilities of the individual. Performance is measured against a combination of individual, business unit, Aviva Investors and Group performance over an appropriate period.

A rounded assessment of financial performance is made accounting for a range of financial considerations, including, but not limited to operating profit, investment performance and net flows. The assessment of Aviva Investors' financial performance is formed with reference to:-

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

The remuneration of employees in Control Functions (defined as Risk, Compliance and Audit) is determined independently of the financial results of Aviva Investors in order to reinforce the independence of these functions.

The non-financial considerations include consideration of risk, conduct, culture, customer and employee engagement metrics, with Aviva values clearly underpinning all our decisions.

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

Through Aviva Investors' Global Reward Framework, all investment employees should support responsible investment and integrate ESG considerations into their investment processes, including the consideration of Sustainability Risk. ESG metrics and research are embedded in the investment process and form part of the investment scorecard and annual risk attestation. The Chief Investment Officers and investment desk heads consider how investment employees demonstrate their commitment to ESG processes as part of the determination of performance and pay outcomes.

Long Term Incentive Awards (LTIA) – discretionary long-term incentive plan to align reward with long-term investment performance, Aviva Group and Shareholders, and with the additional intention to help retain key talent. Part of the long-term incentive plan is in Aviva Investors Funds and part is in Aviva Restricted Share Units (RSUs), for the AI CEO the RSUs have additional performance conditions of Total Shareholder Return and Solvency II Return on Equity. Vesting is after 3 years and awards for Identified Staff will be subject to a pre-vesting assessment of individual performance, behaviours, and alignment with the company values of Aviva Investors throughout the three-year performance period.

Benefits in Kind – standard benefits are provided that are appropriate to the market.

Code Staff are not permitted to undertake personal hedging strategies in respect of any variable remuneration.

Aviva Investors believes in rewarding strong performance and achievement of our business and individual goals; however, the manner in which these goals are achieved is also important. We do not consider it appropriate to reward people who have engaged in inappropriate behaviour or conduct which is not in line with Aviva's values and variable pay awards are subject to the Aviva Group Malus and Clawback Policy. As such, Aviva may decide that a Deferred Award which has not vested will lapse wholly or in part if they consider that:

- the participant or their team has, in the opinion of the Directors, engaged in misconduct which ought to result in the complete or partial forfeit or repayment of their award;
- there has been, in the opinion of the Directors, a material failure of risk management by reference to Group risk management standards, policies and procedures, taking into account the proximity of the participant to the failure of risk management in question and the level of the participant's responsibility;
- there is, in the opinion of the Directors, a materially adverse misstatement of Aviva's or the participant's relevant business unit's financial statements for which the participant has some responsibility;
- the participant participated in or was responsible for conduct which resulted in significant, or potentially significant, loss(es) to their relevant business unit, Aviva or any member of the Aviva Group;
- the participant failed to meet appropriate standards of fitness and propriety;
- there is evidence of misconduct or material error that would justify, or would have justified, had the participant still been employed, summary termination of their contract of employment; or
- any other circumstances required by local regulatory obligations to which any member of the Group or business unit is subject.

REMUNERATION POLICY (UNAUDITED) (CONTINUED)

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

AIUKFSL has no employees but is a wholly owned subsidiary of Aviva Investors Holdings Limited. For the year to 31 December 2021, apportioned remuneration based on the time assessed to be spent on AIUKFSL UCITS activity paid by Aviva Plc, the ultimate parent of AIUKFSL, to its senior management team, and staff whose actions have a material impact on the risk profile of AIUKFSL ("Code staff"), is as follows:

	Senior Management	Other Code Staff
Total Remuneration:	£1.3m	£1.1m
Of which, Fixed Remuneration:	33%	38%
Variable Remuneration:	63%	56%
Pension/Benefits:	4%	6%
Number of Code staff:	20	26

