Interim Short Report

For the six months ended 30 September 2016
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AVIVA INVESTORS MULTI-STRATEGY TARGET INCOME FUND

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

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

*Risk profile
The value of investments and the income from them will change over time. The Fund price may fall as well as rise and as a result you may not get back the original amount you invested. As the target income yield is based on the daily share price, the actual income target will rise and fall in line with any fluctuations in the share price. Leverage techniques may be used by the Fund. A relatively small price movement in an underlying asset may amplify losses and the Fund may be exposed to losses which are greater than the initial amount invested. Any derivatives usage can result in substantial losses to the Fund where expectations as to how a derivative will perform prove to be incorrect or inefficient, or in adverse market conditions. Losses may occur if an organisation through which the Fund transacts become insolvent or fails to meet its obligations. This risk may be reduced by obtaining assets as collateral from these organisations. Bond values are affected by changes in interest rates, and the bond issuer’s creditworthiness. Bonds that produce a higher level of income usually have a greater risk of default. The level of targeted income is not guaranteed and may not be achieved. Developing market investments can be less easy to buy and sell, and their values may be influenced by the economic and political risks of the countries of issue. The value of investments will be affected by changes in exchange rates.

Full information on the risks applicable to the Fund is detailed in the Prospectus.

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

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

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

FUND MANAGER’S REPORT
The Fund returned 0.76 per cent* in the six months to the end of September 2016.

The Fund yields 4.96 per cent income (after corporation tax) and 5.63 per cent (before corporation tax). Its objective is to deliver gross annual income of 4.5 per cent (before corporation tax).

Among the major sources of income, just under 25 per cent, came from the Fund’s exposure to global equities offering relatively high dividend yields, with a 20 per cent contribution coming from positions in corporate bonds. Additional income was generated by positions in emerging-market debt and by selling certain types of derivatives on individual stocks.

The Fund’s exposure to developed market corporate bonds made the most significant contribution to returns, with the help of holdings in Australian government bonds and property. A strategy that seeks to profit from sterling depreciating against the US dollar added value as the pound fell sharply in the wake of the Brexit vote.

However, the negative stance taken towards US biotechnology companies detracted from performance over the quarter. A currency position we took that favoured the US dollar over the Japanese yen was also unhelpful.

Looking forward, we believe the Fund is well placed to weather potentially volatile global markets as it is built to generate income in a range of scenarios. Our clear focus remains on delivering on objectives consistently over time.

October 2016

* Fund performance figures – share class 6, source Lipper Hindsight, net of fees, in GBP, as at 30/09/2016.

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.
### FUND FACTS

<table>
<thead>
<tr>
<th>Accounting dates</th>
<th>Ex-dividend dates</th>
<th>Distribution dates</th>
</tr>
</thead>
<tbody>
<tr>
<td>31 March</td>
<td>Monthly, on the first working day of the month</td>
<td>Monthly, on the last working day of the month</td>
</tr>
<tr>
<td>30 September</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

#### Ongoing Charges Figure*

<table>
<thead>
<tr>
<th>Share Class</th>
<th>30.09.16</th>
<th>31.03.16</th>
</tr>
</thead>
<tbody>
<tr>
<td>2</td>
<td>0.85%</td>
<td>0.85%</td>
</tr>
<tr>
<td>3</td>
<td>0.12%</td>
<td>0.14%</td>
</tr>
<tr>
<td>5</td>
<td>0.80%</td>
<td>0.80%</td>
</tr>
<tr>
<td>6</td>
<td>1.10%</td>
<td>1.10%</td>
</tr>
<tr>
<td>8</td>
<td>0.58%</td>
<td>0.60%</td>
</tr>
</tbody>
</table>

* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF for share classes 2, 5 and 6 is capped at 0.85%, 0.80% and 1.10% respectively. This excludes, amongst other things, the charges of any other funds in which this Fund invests and which are included in the OCF. Please see the Prospectus for full details.

#### Revenue Distributions – Income Shares

Interim distribution for the month ended 30 September 2016.

<table>
<thead>
<tr>
<th>Share Class</th>
<th>Pence per share payable 31.10.16</th>
<th>Pence per share paid 31.10.15</th>
</tr>
</thead>
<tbody>
<tr>
<td>2</td>
<td>0.3850</td>
<td>0.3800</td>
</tr>
<tr>
<td>3</td>
<td>0.3850</td>
<td>0.3800</td>
</tr>
<tr>
<td>5</td>
<td>0.3850</td>
<td>0.3800</td>
</tr>
<tr>
<td>6</td>
<td>0.3850</td>
<td>0.3800</td>
</tr>
<tr>
<td>8</td>
<td>0.3850</td>
<td>0.3800</td>
</tr>
</tbody>
</table>

#### Net Asset Value – Income Shares**

<table>
<thead>
<tr>
<th>Share Class</th>
<th>Pence per share 30.09.16</th>
<th>Pence per share 31.03.16</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>2</td>
<td>98.71</td>
<td>100.14</td>
<td>(1.43)%</td>
</tr>
<tr>
<td>3</td>
<td>99.73</td>
<td>100.85</td>
<td>(1.11)%</td>
</tr>
<tr>
<td>5</td>
<td>98.78</td>
<td>100.18</td>
<td>(1.40)%</td>
</tr>
<tr>
<td>6</td>
<td>98.34</td>
<td>99.86</td>
<td>(1.52)%</td>
</tr>
<tr>
<td>8</td>
<td>99.36</td>
<td>100.67</td>
<td>(1.30)%</td>
</tr>
</tbody>
</table>

** Valued at bid market prices.

** Launch price on 2 October 2015.

* The net asset value of income shares will exclude any income paid/payable to investors.
## Total Return

<table>
<thead>
<tr>
<th>Share Class</th>
<th>Fund²</th>
</tr>
</thead>
<tbody>
<tr>
<td>2</td>
<td>0.87</td>
</tr>
<tr>
<td>3</td>
<td>1.15</td>
</tr>
<tr>
<td>5</td>
<td>0.88</td>
</tr>
<tr>
<td>6</td>
<td>0.76</td>
</tr>
<tr>
<td>8</td>
<td>–</td>
</tr>
</tbody>
</table>

² Source: Aviva Investors (based on midday values, mid to mid basis, net income reinvested, net of fees) period ended 30 September 2016.

## Synthetic Risk and Reward Indicator

<table>
<thead>
<tr>
<th>1</th>
<th>2</th>
<th>3</th>
<th>4</th>
<th>5</th>
<th>6</th>
<th>7</th>
</tr>
</thead>
<tbody>
<tr>
<td>Typically lower rewards</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

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

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

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

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

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

- Where a third party appointed to manage transactions or ensure the safe keeping of assets fails in their duty a loss may occur.

- Financial derivatives may only require a low initial deposit relative to the asset exposure, a relatively small price movement in the underlying asset may result in substantial losses to the Fund.

- Developing market investments can be less easy to buy and sell, and their values may be influenced by the economic and political risks of the countries of issue.

- Full information on the risks applicable to the Fund is detailed in the Prospectus.
## Top Ten Holdings

### 30.09.16
- State of Israel 1.75% 31/08/2025: 6.06%
- Mexican Bonos 'A' 10.00% 05/12/2024: 5.19%
- Republic of Indonesia 8.38% 15/09/2026: 3.05%
- Republic of Indonesia 8.25% 15/07/2021: 1.80%
- Banque Federative Du Credit 0.49% 03/01/2017: 1.52%
- Citibank 0.32% 11/11/2016: 1.52%
- Standard Chartered Bank 0.51% 14/11/2016: 1.52%
- Svenska Handelsbanken 0.32% 11/11/2016: 1.52%
- Credit Agricole Corporate And Investment Bank 0.37% 23/11/2016: 1.22%
- DZ Bank 0.39% 28/11/2016: 1.22%

### 31.03.16
- Mexican Bonos 'A' 10.00% 05/12/2024: 5.07%
- Pohjola Bank: 2.27%
- Nordea Bank Finland 0.60% 15/07/2016: 2.13%
- National Bank Of Abu Dhabi 0.65% 15/04/2016: 1.43%
- Australia & New Zealand Banking Group 0.55% 16/06/2016: 1.42%
- Natixis 0.71% 02/06/2016: 1.42%
- Svenska Handelsbanken: 1.42%
- Chesham Finance 0.65% 17/06/2016: 1.42%
- Nikkei 225 Index, Call, 20,000, 11/12/2020: 0.98%
- General Electric: 0.90%

## Portfolio Breakdown

<table>
<thead>
<tr>
<th></th>
<th>30.09.16</th>
<th>31.03.16</th>
</tr>
</thead>
<tbody>
<tr>
<td>United Kingdom</td>
<td>32.24%</td>
<td>36.38%</td>
</tr>
<tr>
<td>United States of America</td>
<td>18.61%</td>
<td>15.23%</td>
</tr>
<tr>
<td>Israel</td>
<td>6.06%</td>
<td>0.00%</td>
</tr>
<tr>
<td>Mexico</td>
<td>5.55%</td>
<td>5.49%</td>
</tr>
<tr>
<td>Indonesia</td>
<td>4.95%</td>
<td>0.00%</td>
</tr>
<tr>
<td>France</td>
<td>3.82%</td>
<td>4.49%</td>
</tr>
<tr>
<td>Germany</td>
<td>3.74%</td>
<td>4.59%</td>
</tr>
<tr>
<td>Netherlands</td>
<td>2.99%</td>
<td>3.44%</td>
</tr>
<tr>
<td>Switzerland</td>
<td>1.82%</td>
<td>2.07%</td>
</tr>
<tr>
<td>Jersey</td>
<td>1.18%</td>
<td>2.14%</td>
</tr>
<tr>
<td>Other Sectors/Countries</td>
<td>9.52%</td>
<td>10.92%</td>
</tr>
<tr>
<td><strong>Total Investments</strong></td>
<td>90.48%</td>
<td>84.75%</td>
</tr>
<tr>
<td><strong>Net Other Assets/Liabilities</strong></td>
<td>9.52%</td>
<td>15.25%</td>
</tr>
<tr>
<td><strong>Net Assets</strong></td>
<td>100.00%</td>
<td>100.00%</td>
</tr>
</tbody>
</table>
### Share Price Record – Income Shares

<table>
<thead>
<tr>
<th>Share class</th>
<th>Financial year</th>
<th>Highest price* (p)</th>
<th>Lowest price* (p)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Class 2</td>
<td>2015**</td>
<td>105.31</td>
<td>99.16</td>
</tr>
<tr>
<td></td>
<td>2016</td>
<td>105.94</td>
<td>100.20</td>
</tr>
<tr>
<td></td>
<td>2017***</td>
<td>103.22</td>
<td>98.78</td>
</tr>
<tr>
<td>Class 3</td>
<td>2015**</td>
<td>105.46</td>
<td>99.18</td>
</tr>
<tr>
<td></td>
<td>2016</td>
<td>106.12</td>
<td>100.69</td>
</tr>
<tr>
<td></td>
<td>2017***</td>
<td>103.72</td>
<td>99.78</td>
</tr>
<tr>
<td>Class 5</td>
<td>2015**</td>
<td>105.32</td>
<td>99.17</td>
</tr>
<tr>
<td></td>
<td>2016</td>
<td>105.95</td>
<td>100.25</td>
</tr>
<tr>
<td></td>
<td>2017***</td>
<td>103.26</td>
<td>98.85</td>
</tr>
<tr>
<td>Class 6</td>
<td>2015**</td>
<td>105.26</td>
<td>99.17</td>
</tr>
<tr>
<td></td>
<td>2016</td>
<td>105.87</td>
<td>99.93</td>
</tr>
<tr>
<td></td>
<td>2017***</td>
<td>103.03</td>
<td>98.40</td>
</tr>
<tr>
<td>Class 8</td>
<td>2016¹</td>
<td>103.69</td>
<td>100.72</td>
</tr>
<tr>
<td></td>
<td>2017***</td>
<td>103.69</td>
<td>99.43</td>
</tr>
</tbody>
</table>

* Valued at mid market prices.
** The Fund was launched on 1 December 2014.
*** Up to 30 September 2016.
† Share class 8 was launched on 2 October 2015.

### Revenue Record – Income Shares

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 31 March 2015 (2 October 2015 for share class 8).

<table>
<thead>
<tr>
<th>Share class</th>
<th>Financial year</th>
<th>Net revenue per share (p)</th>
<th>Per 1,000 invested (£)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Class 2</td>
<td>2015</td>
<td>1.1070</td>
<td>10.53</td>
</tr>
<tr>
<td></td>
<td>2016</td>
<td>4.4927</td>
<td>42.72</td>
</tr>
<tr>
<td></td>
<td>2017*</td>
<td>2.3100</td>
<td>21.97</td>
</tr>
<tr>
<td>Class 3</td>
<td>2015</td>
<td>1.1064</td>
<td>10.50</td>
</tr>
<tr>
<td></td>
<td>2016</td>
<td>4.5129</td>
<td>42.84</td>
</tr>
<tr>
<td></td>
<td>2017*</td>
<td>2.3100</td>
<td>21.93</td>
</tr>
<tr>
<td>Class 5</td>
<td>2015</td>
<td>1.1068</td>
<td>10.52</td>
</tr>
<tr>
<td></td>
<td>2016</td>
<td>4.4924</td>
<td>42.71</td>
</tr>
<tr>
<td></td>
<td>2017*</td>
<td>2.3100</td>
<td>21.96</td>
</tr>
<tr>
<td>Class 6</td>
<td>2015</td>
<td>1.1050</td>
<td>10.51</td>
</tr>
<tr>
<td></td>
<td>2016</td>
<td>4.4846</td>
<td>42.68</td>
</tr>
<tr>
<td></td>
<td>2017*</td>
<td>2.3100</td>
<td>21.98</td>
</tr>
<tr>
<td>Class 8</td>
<td>2016**</td>
<td>2.3601</td>
<td>23.23</td>
</tr>
<tr>
<td></td>
<td>2017*</td>
<td>2.3100</td>
<td>22.74</td>
</tr>
</tbody>
</table>

* Up to 31 October 2016 (the interim distribution payment date).
** From 2 October 2015 (date of launch).
## Calendar Year Performance

<table>
<thead>
<tr>
<th>Total Return</th>
<th>Fund(^1) %</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td></td>
</tr>
<tr>
<td>Share Class 2</td>
<td>6.29</td>
</tr>
<tr>
<td>Share Class 3</td>
<td>6.86</td>
</tr>
<tr>
<td>Share Class 5</td>
<td>6.33</td>
</tr>
<tr>
<td>Share Class 6</td>
<td>6.07</td>
</tr>
<tr>
<td>2016</td>
<td></td>
</tr>
<tr>
<td>Share Class 2</td>
<td>(0.93)</td>
</tr>
<tr>
<td>Share Class 3</td>
<td>(0.79)</td>
</tr>
<tr>
<td>Share Class 5</td>
<td>(0.92)</td>
</tr>
<tr>
<td>Share Class 6</td>
<td>(0.99)</td>
</tr>
<tr>
<td>2017</td>
<td></td>
</tr>
<tr>
<td>Share Class 2</td>
<td>(0.07)</td>
</tr>
<tr>
<td>Share Class 3</td>
<td>0.35</td>
</tr>
<tr>
<td>Share Class 5</td>
<td>(0.05)</td>
</tr>
<tr>
<td>Share Class 6</td>
<td>(0.24)</td>
</tr>
</tbody>
</table>

\(^1\)Source: Aviva Investors (based on midday values, mid to mid basis, net income reinvested, net of fees).

\(^*\) Up to 30 September 2016.

The value of an investment in the Aviva Investors Multi-Strategy Target Income Fund and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.
More information about the activities and performance of the Aviva Investors Funds ICVC for this period and previous periods can be obtained from the Authorised Corporate Director.

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

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

The Shareholders are not liable for the debts of the Aviva Investors Funds ICVC.

**Annual General Meetings**
The Company will not be holding Annual General Meetings.

**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 are free from landlines and mobiles, and may be recorded for training or monitoring purposes.

**Significant Information**

**Changes to the ACD’s Periodic Charge**
On 19 April 2016, the ACD’s periodic charge was reduced on The Global Balanced Income Fund and The Global Cautious Income Fund. With effect from 24 October 2016, the Annual Management Charge in share class 3 of the Aviva Investors Multi-Strategy Target Income Fund was increased to 0.67%. The eligibility criteria for share class 3, which is aimed at institutional investors, were also changed. Please see the prospectus for full details.

**Changes to the Prospectus**
On 12 August 2016, we made several updates to our prospectuses, as we do annually to include updated fund performance information and to make sure all elements of the prospectus are up to date. One of the changes made was to set out that if, following the closure of one of our funds, any amount remaining after the payment of all amounts due to shareholders and the liabilities of the fund is agreed with the fund’s depositary to be “immaterial”, this amount will be paid to charity. We also made some changes to the way in which the charges applicable to the funds are displayed, in order to make this clearer for our investors.

**Eligible Markets**
Following approval from the Depositary (i) the Qatar Stock Exchange has been added on 1 September 2016, (ii) the Colombia Stock Exchange has been added on 7 September 2016 and (iii) the Buenos Aires Stock Exchange, the Moscow Exchange, the Pakistan Stock Exchange, the Abu Dhabi Securities Market, the Dubai Financial Market and the NASDAQ Dubai have been added on 8 November 2016, in each case as an eligible securities market for the Aviva Investors Multi-Strategy Target Income Fund.
Regular Savings Mandates Set Up Before 31 December 2012
From 13 April 2016, the ACD has discontinued the initial charge in full on all future investment made in each of the Funds through regular investment mandates set up before 31 December 2012.

Fund Closures

Report and Financial Statements
Copies of the annual and half yearly long form report and financial statements are available free of charge by calling us on 0800 051 2003, or by writing to us at:
Aviva Investors Administration Office
PO Box 10410
Chelmsford
Essex, CM99 2AY

Calls to this number may be recorded for training and monitoring purposes. Calls are free from landlines and mobiles.

Paper Information
The paper used to produce this document originates from forests that are managed in accordance with the principles and criteria of the Forest Stewardship Council (FSC). The paper is chlorine free.
Company Information

COMPANY INFORMATION

Authorised Corporate Director
Aviva Investors UK Fund Services Limited
No. 1 Poultry
London, EC2R 8EJ

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 of the Authorised Corporate Director
I Buckle
J Misselbrook
S Ebenston
A Brown (resigned 22 July 2016)
M Craston
G Cass (appointed 16 June 2016)

Administrator and Registrar
International Financial Data Services (UK) Limited
IFDS House
St Nicholas Lane
Basildon
Essex, SS15 5FS

Investment Manager
Aviva Investors Global Services Limited
No. 1 Poultry
London, EC2R 8EJ

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
7 More London Riverside
London, SE1 2RT
Please use the details below to ask for additional information, to buy or sell investments, or if you wish to complain to us.

If you wish to write to us:
Aviva Investors Administration Office
PO Box 10410
Chelmsford CM99 2AY

If you wish to call us:
Customer services: 0800 051 2003
(8.30am – 5.30pm Monday to Friday)

Dealing services: 0800 051 2003
(8.30am – 5.00pm Monday to Friday)

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Registered address: No. 1 Poultry, London EC2R 8EJ.
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avivainvestors.com