

# AVIVA INVESTORS INVESTMENT FUNDS ICVC

## Annual Report and Financial Statements

For the year ended 15 October 2021



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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  
S Ebenston (resigned 31 March 2021)  
M Craston  
M White  
A Coates  
K McClellan  
M Versey (resigned 30 April 2021)  
D Macmillan (appointed 17 November 2020)  
B Fowler (appointed 6 September 2021)  
S Winstanley (appointed 20 October 2021)

### 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.

### TRUSTEE AND 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 Investment Funds ICVC ("the Company") is an Open-Ended Investment Company ("OEIC") with variable capital incorporated in England and Wales on 9 September 1998. 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, money market instruments, units in collective investment schemes, deposits and derivatives and forward transactions in accordance with the COLL Sourcebook with the aim of spreading investment risk and giving its shareholders the benefit of the results of the management of that property.

The Company has an umbrella structure and currently has twenty-one sub-funds ("Funds") which are available for investment, 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.

### AUTHORISED STATUS

From 9 September 1998 the Company has been authorised as an Open-Ended Investment Company under Regulation 7 of the Open-Ended Investment Companies Regulations 1996 (superseded by Regulation 12 of the Open-Ended Investment Companies Regulations 2001). The Company is a UCITS Scheme operating under the COLL Sourcebook and is constituted as an "umbrella company" under the Regulations, which means that the Company issues shares linked to different Funds.

### THE FINANCIAL STATEMENTS

We are pleased to present the annual financial statements of the Company for the year ended 15 October 2021. 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 year. We hope that you find our review useful and informative.

### ANNUAL GENERAL MEETINGS

The Company will not be holding Annual General Meetings.

### SIGNIFICANT INFORMATION

On 20 November 2020, the the New York Stock Exchange, NYSE MKT LLC and BZX Exchange were added as eligible equity securities markets of certain of the following sub-funds of the Aviva Investors Investment Funds ICVC: AI Corporate Bond Fund, AI Strategic Bond Fund, AI Sustainable Income & Growth Fund, AI International Index Tracking Fund and the AI Multi-Strategy Target Return Fund.

On 1 February 2021, the Prospectus of the AI Investment Funds ICVC was updated to reflect changes required as a result of the UK leaving the EU.

On 1 February 2021, the ACD reduced the FMF of the retail share classes of the Aviva Investors Global Equity Endurance Fund and the Aviva Investors Multi-Strategy Target Return Fund. This was implemented following the value assessment exercise that it undertook for the financial year ending 31 October 2020. In addition, the ACD also extended the fee discount period of the Aviva Investors Sustainable Income & Growth Fund, the Aviva Investors Global Emerging Markets Equity Unconstrained Fund and the Aviva Investors Global Equity Unconstrained Fund.

On 8 March 2021, the Prospectus of the Aviva Investors Investment Funds ICVC was updated to reflect a change in the basis on which the global exposure relating to the derivative and forward transactions held in the Aviva Investors Strategic Bond Fund is calculated.

On 21 May 2021, the Korea Exchange was added as a securities market for the AI Global Equity Endurance Fund – Aviva Investors Investment Funds ICVC.

NYSE was added to Corporate Bond Fund, Strategic Bond Fund & Sustainable Income & Growth Fund – Aviva Investors Investment Funds ICVC.

NYSE MKT LLC was added to International Index Tracker Fund & AIMS Target Return – Aviva Investors Investment Funds ICVC.

BZX Exchange was added to AIMS Target Return Fund – Aviva Investors Investment Funds ICVC.

Saudi Stock Exchange Tadawul was added to the AIMS funds.

On 21 July 2021, the instrument of incorporation of the Aviva Investors Investment Funds ICVC was updated to reflect changes required as a result of the UK leaving the EU.

#### **Closure of Aviva Investors Global Emerging Markets Equity Unconstrained, Aviva Investors Global Equity Unconstrained and Aviva Investors Sustainable Income & Growth Funds**

As advised in letters to investors dated 31 January 2022, the Aviva Investors Global Emerging Markets Equity Unconstrained, Aviva Investors Global Equity Unconstrained and Aviva Investors Sustainable Income & Growth Funds will be closed on or around 8 April 2022. All investments will be realised prior to closure.

The financial statements of the above Funds have been prepared on a basis other than a going concern.

## MANAGER'S MARKET REVIEW

### EQUITY MARKET REVIEW

Global equities, as measured by the MSCI World Index, rose by 21.9% in sterling terms in the twelve months to 15 October 2021. At the start of the period, risk appetite was buoyed by hopes that the approval of effective new coronavirus vaccines would herald a sustained recovery for the global economy. Although the period saw a further rise in infection rates across the world as the new delta variant took hold, investors focused on social and economic conditions returning to a semblance of normality in 2021. Boosted by continued loose monetary policy and huge injections of fiscal stimulus via tax breaks, wage subsidies and direct payments to households (notably in the US), economic data indicated clear improvement, with activity indicators showing a brisk acceleration in the manufacturing sector in the developed economies. Momentum nevertheless ebbed in the latter stages of the period as supply chain blockages contributed to an acceleration of inflation in the major economies. This, together with the introduction of a new regulatory regime in China, saw the period end on a more volatile note. Overall gains were nevertheless strong, with developed markets outperforming emerging countries.

### FIXED INCOME – CORPORATE AND HIGH-YIELD BONDS

It was a disappointing period for fixed-income assets, at least at the higher end of the quality spectrum. Government bonds suffered negative returns on the perception that inflationary pressures would prompt central banks to tighten monetary policy. While headline inflation data remained below central bank targets in the developed economies, wholesale prices for goods climbed on the back of higher raw material and energy costs and clogged supply chains. This led policy rhetoric to turn more hawkish, with central banks paving the way for a winding up of their asset purchase programmes and hikes in interest rates. The weakness of government bonds also pulled corporate bond total returns lower, although the positive outlook for company earnings and credit ratings upgrades dampened losses. Companies in sectors previously held back by social restrictions, notably leisure and travel, were among the best performers as economies opened up. High-yield bonds were the most resilient area of fixed income as they benefited from their greater correlation to equity markets. Overall, demand for corporate bonds remained strong, with new issuance continuing to benefit from high demand from investors.

#### November 2021

Source of market data: FactSet, Bloomberg

Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested. 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 securities.

## STATEMENT OF CROSS HOLDINGS

There are no cross holdings as at 15 October 2021.

## 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 following sub-funds:

- Aviva Investors Sustainable Income & Growth Fund
- Aviva Investors Global Equity Unconstrained Fund
- Aviva Investors Global Emerging Markets Equity Unconstrained Fund

These sub-funds will be terminated at the earliest opportunity following approval of the financial statements and therefore the financial statements of these sub-funds have been prepared on a basis other than going concern and any additional costs in respect of the termination of these sub-funds will be borne by the ACD. In applying this basis of preparation, the assets and liabilities of these sub-funds continue to be stated at their fair value which materially equate to their realisable values. No adjustments were necessary in the sub-funds' financial statements to reduce assets to their realisable values, to provide for liabilities arising from the termination or to reclassify fixed assets and long term liabilities as current assets and liabilities.

The financial statements of all other sub-funds have been prepared on a going concern basis.

#### b Share classes

The Funds have three types of share classes; retail shares (classes 1 and 6), institutional shares (classes A, 2, 4 and 5) and shares held by associated undertakings of Aviva Plc (classes 3 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 accumulation shares only, some 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 interest stocks is recognised on an effective yield basis. Deposit interest and other revenues are recognised on an accruals basis.

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

Management fee rebates from CIS are accrued daily and are recognised as revenue or capital according to the treatment of the expense in the underlying CIS.

#### d Expenses

Each Fund will be charged a single fixed rate charge, referred to as the Fund Management Fee, to cover the underlying fees and expenses in relation to the operation and administration of the Company and/or that Fund.

The Fund Management Fee accrues daily and is calculated as a percentage of the Net Asset Value of that Fund on the previous Business Day, calculated on a mid market basis and the current Fund Management Fee for each Class and Fund is set out in the Prospectus.

#### 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 may be 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 sub-funds 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.



## POLICIES AND RISKS (CONTINUED)

### ACCOUNTING POLICIES (CONTINUED)

#### h Basis of valuation of investments

##### Quoted investments

The quoted investments of the Company have been valued at bid market value at midday on the last working day of the accounting period with the exception of Aviva Investors UK Index Tracking Fund which was valued at bid market value at 5.00 p.m and Aviva Investors Multi-Strategy Target Return Fund which was valued at bid market value at 11.59 p.m.

Movements from the above valuation points to close of business have been reviewed by the manager and are not considered to be material.

##### 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.

#### Forward foreign currency contracts

The Company's forward foreign currency positions on the last working day of the accounting period are included in the portfolio statement as an asset or liability so as to reflect the value of the aggregate positions in each currency.

#### 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

Collective investment schemes operated by the ACD are valued at their cancellation price for dual priced funds and their single price for single priced funds. Other collective investment schemes are valued at their bid price for dual priced funds and their single price for single priced funds.

#### 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 except for the Aviva Investors UK Index Tracking Fund which is translated at 5.00 p.m and Aviva Investors Multi-Strategy Target Return Fund which was valued at bid market value at 11.59 p.m. Revenue 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 and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Deferred taxation is provided using the liability method on all timing differences, and is calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

#### 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. The following Funds were more than 60% invested in qualifying investments and so have proposed interest distributions:

- Aviva Investors Higher Income Plus Fund
- Aviva Investors Managed High Income Fund
- Aviva Investors Monthly Income Plus Fund
- Aviva Investors Distribution Fund
- Aviva Investors Corporate Bond Fund
- Aviva Investors High Yield Bond Fund
- Aviva Investors Strategic Bond Fund
- Aviva Investors Sustainable Income & Growth Fund

All other Funds have 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 Fund Management Fee

All expenses are charged to revenue on an accruals basis. For the purposes of the distribution, 100% of the Fund Management Fee of the Aviva Investors UK Listed Equity Income Fund, the Aviva Investors Global Equity Income Fund, and Aviva Investors Sustainable Income & Growth Fund, and 50% of the ACD's periodic charge of the Aviva Investors Distribution Fund, is deducted from capital.

### FINANCIAL INSTRUMENTS

The Company's 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 Company also enters into derivative transactions in the form of forward foreign currency contracts, credit default swaps, interest rate swaps, total return swaps, equity variance swaps, options and stock index futures. The Aviva Investors Multi-Strategy Target Return 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. All other Funds use these financial instruments for the purposes of efficient portfolio management. 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.

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 risk through selling protection.

## POLICIES AND RISKS (CONTINUED)

### FINANCIAL INSTRUMENTS (CONTINUED)

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.

In accordance with requirements set out in the Collective Investment Schemes Sourcebook of the Financial Conduct Authority, such scheme transactions must be economically appropriate, any exposure must be fully covered and the transactions must be entered into with the aim of reducing risk and/or costs and/or generating additional capital or revenue for the scheme with no, or an acceptably low level of risk.

The Company's use of financial instruments satisfies these requirements and no trading in financial instruments is undertaken. 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.

#### 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. The Funds are exposed to the risk that a bond issuer may default on the interest payments or the redemption of the bond. The Funds manage this risk by due consideration to interest rate and redemption profiles and maintaining a balanced portfolio with the credit worthiness of the bond issuer.

#### 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 the Counterparty will not be able to settle its obligations under the agreement. This is mitigated by an assessment of the credit worthiness of the 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.

## AVIVA INVESTORS UK INDEX TRACKING FUND

### INVESTMENT OBJECTIVE

The Fund aims to track the performance of the FTSE® All-Share Index (before charges and taxes). Any returns will be a combination of capital growth and income.

### INVESTMENT POLICY

#### Core investment

The Fund will invest directly into shares of companies that make up the FTSE® All-Share Index (the "Index").

#### Other investments

The Fund may also invest in other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner, this type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund will aim to replicate the Index by investing in all the companies that make up the Index, and in the same proportions, with the aim of providing full exposure to the companies within the Index. The Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on the Aviva Investors UK Responsible Investment policy is available on our website and in the Prospectus.

#### Performance & Risk Measurement

The Fund's performance is measured against the Index over any given 12-month period, because the Fund intends to replicate the performance of the Index.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa.

The Fund has a yearly tracking error target of 0% (excluding charges). In normal market conditions the anticipated level of tracking error will be within 0.20% (excluding charges) of the Index.

Factors which are likely to affect the ability of the Fund to track the performance of the Index might include transaction costs (from Index and Fund turnover and dividend reinvestment), portfolio weightings not being exactly the same as the Index, residual cash holdings, or other related factors such as efficient portfolio management, illiquid components, and any trading restrictions that may be in place.

The Index represents the performance of all eligible companies listed on the London Stock Exchange, and 98% of the UK's market capitalisation (total market value of a company's outstanding shares).

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors UK Index Tracking Fund delivered a total return of 27.62% (share class 2), net of fees. The Fund's benchmark, the FTSE® All Share Index, returned 28.15% over the same period.

The tracking error at the year end was 0.04%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

UK equities performed very well during the review period. The market was supported by improved risk sentiment as the approval and subsequent roll-out of effective Covid-19 vaccination programmes promised a return to normality, with the economy reopening and social restrictions being lifted. As the UK made exceptional progress with its vaccination programme, the economy performed well, with manufacturers and retailers benefiting from the release of pent-up consumer demand. The leisure sector also rallied as the full easing of social restrictions in July drove a sharp recovery in trade in hospitality and entertainment venues. Although inflation rose to above the official 2.0% target, investors were generally confident that the ultra-loose monetary policy backdrop would remain in place, at least until 2022, despite some expressions of dissent among some Bank of England policy makers. Market momentum nevertheless eased in the latter stages of the period as rising delta variant cases and supply chain blockages weighed on the performance of some sectors. Smaller companies outperformed their larger counterparts as the sector regained some of the relative performance lost during the initial stages of the pandemic.

#### Outlook

Investor sentiment remains supported by the recovery in economic growth as restrictions ease and vaccination levels climb well above 80% for the UK's adult population. Additionally, new case levels of Covid, related hospitalisations and deaths appear to be levelling off.

The waters are muddied by the growing spectre of inflation. The inflation rate has been at, or above, the BoE's 2% target since the start of the summer and appears to be heading higher. Some members of the central bank's Monetary Policy Committee have signalled that policy may need to be tightened – a view that Governor Bailey no longer denies.

## AVIVA INVESTORS UK INDEX TRACKING FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook (continued)

There are other issues simmering in the background that could become major headwinds for the market: the fractious relationship with the EU; union-backed strikes and demonstrations over employee terms and conditions; geopolitical worries; contagion from Chinese real estate developer Evergrande's likely default. However, for the time being at least, the market appears to be underpinned by an economic recovery which should continue to unfold into next year, a new wave of Covid infections notwithstanding.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 11 and 12 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.15 to 31.12.16	15.63	16.12	16.75
31.12.16 to 31.12.17	12.22	12.66	13.10
31.12.17 to 31.12.18	-9.77	-9.47	-9.50
31.12.18 to 31.12.19	18.80	18.70	19.20
31.12.19 to 31.12.20	-9.70	-9.50	-9.80

\* Benchmark – FTSE\* All Share Index.

#### Performance History – Accumulation Shares

Calendar year	Share Class A %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	15.34	16.11	16.75
31.12.16 to 31.12.17	12.81	12.67	13.10
31.12.17 to 31.12.18	-9.36	-9.47	-9.50
31.12.18 to 31.12.19	18.80	18.70	19.20
31.12.19 to 31.12.20	-9.40	-9.50	-9.80

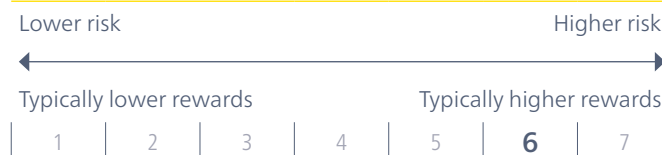
\* Benchmark – FTSE\* All Share Index.

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.

#### Material Portfolio Changes

Purchases	Sales
Unilever	Just Eat Takeaway.com
AstraZeneca	AstraZeneca
Flutter Entertainment	HSBC Holdings
Glencore	RSA Insurance Group
Just Eat Takeaway.com	Unilever
London Stock Exchange Group	Diageo
Endeavour Mining	GlaxoSmithKline
Rolls-Royce Holdings	British American Tobacco
Dr. Martens	Rio Tinto
Prudential	Royal Dutch Shell 'A'

#### Synthetic Risk and Reward Indicator



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

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

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

– Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	64.22	77.73	75.43
Return before operating charges <sup>†</sup>	18.98	(11.28)	5.73
Operating charges	(0.31)	(0.32)	(0.37)
Return after operating charges <sup>†</sup>	18.67	(11.60)	5.36
Distributions	(2.34)	(1.91)	(3.06)
Closing net asset value per share	80.55	64.22	77.73
<sup>†</sup> after direct transaction costs of	(0.02)	(0.04)	(0.08)
<b>Performance</b>			
Return after charges (%)	29.07%	(14.92)%	7.11%
<b>Other information</b>			
Closing net asset value (£000)	79,957	64,521	84,797
Closing number of shares	99,268,152	100,475,534	109,087,531
Operating charges (%) <sup>†</sup>	0.41%	0.41%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.03%	0.05%	0.10%
<b>Prices<sup>®</sup></b>			
Highest share price	82.20	83.52	82.63
Lowest share price	61.63	54.35	70.73

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	105.10	127.27	123.48
Return before operating charges <sup>†</sup>	31.09	(18.52)	9.40
Operating charges	(0.25)	(0.25)	(0.29)
Return after operating charges <sup>†</sup>	30.84	(18.77)	9.11
Distributions	(4.10)	(3.40)	(5.32)
Closing net asset value per share	131.84	105.10	127.27
<sup>†</sup> after direct transaction costs of	(0.04)	(0.06)	(0.13)
<b>Performance</b>			
Return after charges (%)	29.34%	(14.75)%	7.38%
<b>Other information</b>			
Closing net asset value (£000)	16,631	13,681	13,323
Closing number of shares	12,614,121	13,016,982	10,468,913
Operating charges (%) <sup>†</sup>	0.20%	0.20%	0.23%
Direct transaction costs (%) <sup>#</sup>	0.03%	0.05%	0.10%
<b>Prices<sup>®</sup></b>			
Highest share price	134.67	136.84	135.39
Lowest share price	100.88	89.09	115.85

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	218.17	255.57	238.07
Return before operating charges <sup>†</sup>	64.67	(36.89)	18.07
Operating charges	(0.52)	(0.51)	(0.57)
Return after operating charges <sup>†</sup>	64.15	(37.40)	17.50
Distributions	(8.58)	(6.88)	(10.37)
Retained distributions on accumulation shares	8.58	6.88	10.37
Closing net asset value per share	282.32	218.17	255.57
<sup>†</sup> after direct transaction costs of	(0.08)	(0.12)	(0.25)
<b>Performance</b>			
Return after charges (%)	29.40%	(14.63)%	7.35%
<b>Other information</b>			
Closing net asset value (£000)	670,143	552,749	736,903
Closing number of shares	237,369,762	253,351,884	288,331,845
Operating charges (%) <sup>†</sup>	0.20%	0.20%	0.23%
Direct transaction costs (%) <sup>#</sup>	0.03%	0.05%	0.10%
<b>Prices<sup>®</sup></b>			
Highest share price	283.45	274.82	265.58
Lowest share price	209.38	178.92	223.33

## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 p per share	2019 p per share
<b>Class A Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	96.03	112.36	104.53
Return before operating charges <sup>†</sup>	28.47	(16.23)	7.94
Operating charges	(0.11)	(0.10)	(0.11)
Return after operating charges <sup>†</sup>	28.36	(16.33)	7.83
Distributions	(3.89)	(3.15)	(4.70)
Retained distributions on accumulation shares	3.89	3.15	4.70
Closing net asset value per share	124.39	96.03	112.36
<sup>†</sup> after direct transaction costs of	(0.03)	(0.05)	(0.11)
<b>Performance</b>			
Return after charges (%)	29.53%	(14.53)%	7.49%
<b>Other information</b>			
Closing net asset value (£000)	48,228	47,530	68,489
Closing number of shares	38,772,003	49,494,930	60,952,713
Operating charges (%) <sup>‡</sup>	0.10%	0.10%	0.10%
Direct transaction costs (%) <sup>#</sup>	0.03%	0.05%	0.10%
<b>Prices<sup>≈</sup></b>			
Highest share price	124.87	120.87	116.73
Lowest share price	92.16	78.71	98.09

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> 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	15.10.21	15.10.20
Class 1	0.41%	0.41%
Class 2	0.20%	0.20%
Class 3	0.20%	0.20%
Class A	0.10%	0.10%

\* 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. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 0.70%. The OCF for share class A is capped at 0.10%. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 99.67% (99.35%)</b>				
<b>Communication Services 3.85% (4.10%)</b>				
<b>Diversified Telecommunication Services 0.48% (0.55%)</b>				
BT Group	GBP	2,482,379	3,489	0.43
Helios Towers	GBP	253,066	402	0.05
			3,891	0.48
<b>Entertainment 0.03% (0.01%)</b>				
Cineworld Group	GBP	336,963	225	0.03
			225	0.03
<b>Interactive Media &amp; Services 0.52% (0.59%)</b>				
Auto Trader Group	GBP	312,488	1,869	0.23
Baltic Classifieds Group 'ifieds'	GBP	75,580	162	0.02
Rightmove	GBP	282,623	1,959	0.24
Trustpilot Group	GBP	58,879	221	0.03
			4,211	0.52
<b>Media 1.54% (1.37%)</b>				
4imprint Group	GBP	9,175	272	0.03
Ascential	GBP	141,657	568	0.07
Bloomsbury Publishing	GBP	25,658	85	0.01
Euromoney Institutional Investor	GBP	35,137	376	0.05
Future	GBP	37,232	1,325	0.16
Hyve Group	GBP	85,671	90	0.01
Informa	GBP	493,474	2,711	0.33
ITV	GBP	1,226,182	1,275	0.16
Kin & Carta	GBP	57,931	166	0.02
Pearson	GBP	248,279	1,540	0.19
Reach	GBP	91,789	315	0.04
STV Group	GBP	11,969	42	0.01
WPP	GBP	382,305	3,785	0.46
			12,550	1.54
<b>Wireless Telecommunication Services 1.28% (1.58%)</b>				
Airtel Africa	GBP	328,623	322	0.04
Vodafone Group	GBP	9,146,009	10,101	1.24
			10,423	1.28
<b>Communication Services total</b>			<b>31,300</b>	<b>3.85</b>
<b>Consumer Discretionary 8.34% (9.25%)</b>				
<b>Auto Components 0.03% (0.02%)</b>				
TI Fluid Systems	GBP	91,860	235	0.03
			235	0.03
<b>Automobiles 0.05% (0.02%)</b>				
Aston Martin Lagonda Global Holdings	GBP	22,185	403	0.05
			403	0.05
<b>Distributors 0.15% (0.11%)</b>				
Headlam Group	GBP	28,135	139	0.02
Inchcape	GBP	128,798	1,045	0.13
UP Global Sourcing Holdings PL	GBP	14,254	24	–
			1,208	0.15
<b>Diversified Consumer Services 0.01% (0.02%)</b>				
Dignity	GBP	16,250	111	0.01
			111	0.01
<b>Hotels, Restaurants &amp; Leisure 4.03% (3.66%)</b>				
888 Holdings	GBP	88,785	353	0.04
Carnival	GBP	51,005	822	0.10
Compass Group	GBP	587,613	8,755	1.08



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Hotels, Restaurants &amp; Leisure 4.03% (3.66%) (continued)</b>				
Domino's Pizza Group	GBP	150,793	555	0.07
Entain	GBP	192,054	4,025	0.50
Flutter Entertainment	GBP	54,671	7,993	0.98
Fuller Smith & Turner 'A'	GBP	12,284	80	0.01
Greggs	GBP	32,843	1,033	0.13
Gym Group	GBP	51,112	145	0.02
Hollywood Bowl Group	GBP	52,643	123	0.02
InterContinental Hotels Group	GBP	60,367	3,073	0.39
J D Wetherspoon	GBP	28,149	272	0.03
Marston's	GBP	208,875	160	0.02
Mitchells & Butlers	GBP	83,791	201	0.02
On the Beach Group	GBP	51,851	188	0.02
Playtech	GBP	100,551	432	0.05
PPHE Hotel Group	GBP	6,647	91	0.01
Rank Group	GBP	69,640	112	0.01
Restaurant Group	GBP	242,548	218	0.03
SSP Group	GBP	259,722	673	0.08
TEN Entertainment Group	GBP	14,160	38	–
Trainline	GBP	151,718	513	0.06
TUI	GBP	241,388	633	0.08
TUI Rights 26/10/2021	GBP	114,946	87	0.01
Whitbread	GBP	66,401	2,236	0.27
			32,811	4.03
<b>Household Durables 1.59% (1.73%)</b>				
Barratt Developments	GBP	333,118	2,296	0.28
Bellway	GBP	40,645	1,375	0.17
Berkeley Group Holdings	GBP	34,310	1,472	0.18
Countryside Properties	GBP	169,911	811	0.10
Crest Nicholson Holdings	GBP	81,789	303	0.04
DFS Furniture	GBP	82,305	223	0.03
Henry Boot	GBP	33,470	95	0.01
MJ Gleeson	GBP	14,891	115	0.01
Persimmon	GBP	104,687	2,817	0.34
Redrow	GBP	74,902	510	0.06
Taylor Wimpey	GBP	1,191,055	1,872	0.23
Vistry Group	GBP	72,736	868	0.11
Vitec Group	GBP	15,138	216	0.03
			12,973	1.59
<b>Internet &amp; Direct Marketing Retail 0.13% (1.46%)</b>				
AO World	GBP	94,758	142	0.02
Auction Technology Group	GBP	24,641	348	0.04
Hostelworld Group	GBP	35,794	27	–
Made.com Group	GBP	38,523	54	0.01
Moneysupermarket.com Group	GBP	171,569	354	0.04
Moonpig Group	GBP	53,524	174	0.02
			1,099	0.13
<b>Leisure Products 0.14% (0.19%)</b>				
Games Workshop Group	GBP	10,761	1,105	0.13
Photo-Me International	GBP	79,746	51	0.01
			1,156	0.14
<b>Multiline Retail 0.76% (0.72%)</b>				
B&M European Value Retail	GBP	293,446	1,747	0.21
Marks & Spencer Group	GBP	644,070	1,186	0.15
Next	GBP	41,961	3,302	0.40
			6,235	0.76



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Specialty Retail 1.03% (0.96%)</b>				
Card Factory	GBP	107,565	56	0.01
Currys	GBP	333,478	412	0.05
Dunelm Group	GBP	37,204	476	0.06
Frasers Group	GBP	61,226	390	0.05
Halfords Group	GBP	65,256	190	0.02
JD Sports Fashion	GBP	162,177	1,691	0.21
Kingfisher	GBP	696,511	2,313	0.29
Motorpoint group	GBP	24,001	84	0.01
Pendragon	GBP	440,920	80	0.01
Pets at Home Group	GBP	156,104	742	0.09
Superdry	GBP	23,092	59	0.01
Topps Tiles	GBP	53,648	35	–
Vivo Energy	GBP	126,393	129	0.02
Watches of Switzerland Group	GBP	76,010	816	0.10
WH Smith	GBP	41,406	686	0.08
Wickes Group	GBP	83,311	197	0.02
			8,356	1.03
<b>Textiles, Apparel &amp; Luxury Goods 0.42% (0.36%)</b>				
Burberry Group	GBP	132,127	2,473	0.30
Coats Group	GBP	473,711	315	0.04
Dr. Martens	GBP	163,058	594	0.07
Ted Baker	GBP	40,323	56	0.01
			3,438	0.42
<b>Consumer Discretionary total</b>			<b>68,025</b>	<b>8.34</b>
<b>Consumer Staples 14.40% (14.77%)</b>				
<b>Beverages 3.74% (3.57%)</b>				
AG Barr	GBP	26,829	141	0.02
Britvic	GBP	87,439	787	0.10
C&C Group	GBP	130,621	326	0.04
Coca-Cola HBC	GBP	64,250	1,613	0.20
Diageo	GBP	757,407	27,384	3.35
Stock Spirits Group	GBP	62,436	234	0.03
			30,485	3.74
<b>Food &amp; Staples Retailing 1.64% (1.47%)</b>				
J Sainsbury	GBP	565,702	1,678	0.21
Ocado Group	GBP	160,432	2,883	0.35
Tesco	GBP	2,518,181	6,744	0.82
Wm Morrison Supermarkets	GBP	732,882	2,092	0.26
			13,397	1.64
<b>Food Products 0.58% (0.69%)</b>				
Anglo-Eastern Plantations	GBP	5,888	39	–
Associated British Foods	GBP	114,416	2,080	0.26
Bakkavor Group	GBP	47,465	61	0.01
Carr's Group	GBP	27,830	42	0.01
Cranswick	GBP	17,299	607	0.07
Devro	GBP	55,704	118	0.01
Greencore Group	GBP	172,854	234	0.03
Hilton Food Group	GBP	21,278	248	0.03
Premier Foods	GBP	235,695	260	0.03
<b>Tate &amp; Lyle</b>			<b>1,045</b>	<b>0.13</b>
			4,734	0.58
<b>Household Products 1.42% (2.45%)</b>				
McBride	GBP	62,457	44	0.01
PZ Cussons	GBP	62,072	136	0.02
Reckitt Benckiser Group	GBP	208,954	11,383	1.39
			11,563	1.42

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Personal Products 4.02% (2.78%)</b>				
Unilever	GBP	851,109	32,797	4.02
			32,797	4.02
<b>Tobacco 3.00% (3.81%)</b>				
British American Tobacco	GBP	752,904	19,564	2.40
Imperial Brands	GBP	310,708	4,880	0.60
			24,444	3.00
<b>Consumer Staples total</b>			<b>117,420</b>	<b>14.40</b>
<b>Energy 8.85% (6.28%)</b>				
<b>Energy Equipment &amp; Services 0.10% (0.09%)</b>				
Capital	GBP	49,557	42	0.01
Hunting	GBP	47,135	94	0.01
John Wood Group	GBP	221,346	494	0.06
Lamprell	GBP	76,842	27	–
Petrofac	GBP	88,499	149	0.02
			806	0.10
<b>Oil, Gas &amp; Consumable Fuels 8.75% (6.19%)</b>				
BP	GBP	6,563,341	23,861	2.93
Cairn Energy	GBP	164,076	314	0.04
Diversified Energy	GBP	267,874	287	0.04
Energean	GBP	39,162	355	0.04
EnQuest	GBP	544,102	135	0.02
Harbour Energy	GBP	70,785	275	0.03
Pharos Energy	GBP	109,355	23	–
Royal Dutch Shell 'A'	GBP	1,353,314	23,976	2.93
Royal Dutch Shell 'B'	GBP	1,222,987	21,953	2.69
Tullow Oil	GBP	463,932	241	0.03
			71,420	8.75
<b>Energy total</b>			<b>72,226</b>	<b>8.85</b>
<b>Financials 15.93% (14.90%)</b>				
<b>Banks 7.60% (5.99%)</b>				
Bank of Georgia Group	GBP	12,491	192	0.02
Barclays	GBP	5,586,048	11,050	1.36
Close Brothers Group	GBP	49,246	735	0.09
HSBC Holdings	GBP	6,739,188	29,231	3.58
Lloyds Banking Group	GBP	23,357,472	11,469	1.41
Metro Bank	GBP	49,776	57	0.01
NatWest Group	GBP	1,728,377	4,041	0.50
Standard Chartered	GBP	842,147	4,147	0.51
TBC Bank Group	GBP	11,669	175	0.02
Virgin Money UK	GBP	407,417	834	0.10
			61,931	7.60
<b>Capital Markets 4.02% (4.37%)</b>				
3i Group	GBP	314,059	4,130	0.52
abrdn	GBP	707,187	1,817	0.22
AJ Bell	GBP	95,490	381	0.05
Ashmore Group	GBP	150,042	485	0.06
Brewin Dolphin Holdings	GBP	95,490	354	0.04
Bridgepoint Group	GBP	85,047	399	0.05
Chrysalis Investments	GBP	180,942	424	0.05
City of London Investment Group	GBP	6,300	33	–
CMC Markets	GBP	37,554	105	0.01
Draper Esprit	GBP	49,907	501	0.06
Foresight Group Holdings	GBP	177,405	186	0.02

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Capital Markets 4.02% (4.37%) (continued)</b>				
Foresight Group Holdings (Secured)	GBP	20,005	86	0.01
Georgia Capital	GBP	13,502	85	0.01
Hargreaves Lansdown	GBP	124,477	1,831	0.22
IG Group Holdings	GBP	120,076	982	0.12
IntegraFin Holdings	GBP	85,896	459	0.06
Intermediate Capital Group	GBP	91,517	1,924	0.24
Investec	GBP	219,330	729	0.09
IP Group	GBP	332,841	430	0.05
JTC	GBP	38,135	301	0.04
London Stock Exchange Group	GBP	119,736	9,468	1.17
Man Group	GBP	458,079	1,039	0.12
Ninety One	GBP	108,503	279	0.03
Quilter	GBP	553,396	802	0.10
Rathbone Brothers	GBP	19,942	394	0.05
Record	GBP	35,223	27	–
River & Mercantile Group	GBP	14,574	34	–
Sanne Group	GBP	49,730	449	0.06
Schroders	GBP	36,752	1,321	0.16
St James's Place	GBP	175,199	2,663	0.33
Taylor Maritime Investments	GBP	75,545	69	0.01
TP ICAP Group	GBP	259,799	423	0.05
VH Global Sustainable Energy Opportunities	GBP	82,203	84	0.01
XPS Pensions Group	GBP	59,485	84	0.01
			32,778	4.02
<b>Consumer Finance 0.06% (0.05%)</b>				
Funding Circle Holdings	GBP	48,683	77	0.01
International Personal Finance	GBP	74,351	97	0.01
Provident Financial	GBP	83,926	275	0.04
S&U	GBP	1,327	37	–
			486	0.06
<b>Diversified Financial Services 0.27% (0.31%)</b>				
M&G	GBP	855,545	1,705	0.21
Plus500	GBP	32,408	457	0.06
			2,162	0.27
<b>Insurance 3.84% (4.06%)</b>				
Admiral Group	GBP	69,230	2,078	0.25
Aviva <sup>†</sup>	GBP	1,292,008	5,164	0.63
Beazley	GBP	196,958	758	0.09
Chesnara	GBP	49,315	141	0.02
Direct Line Insurance Group	GBP	446,004	1,258	0.15
Hiscox	GBP	110,345	916	0.10
Just Group	GBP	339,456	312	0.04
Lancashire Holdings	GBP	80,388	451	0.06
Legal & General Group	GBP	1,954,198	5,454	0.67
Phoenix Group Holdings	GBP	206,481	1,364	0.17
Prudential	GBP	905,399	13,169	1.63
Sabre Insurance Group	GBP	76,689	152	0.02
Saga	GBP	34,939	109	0.01
			31,326	3.84
<b>Thriffs &amp; Mortgage Finance 0.14% (0.12%)</b>				
OSB Group	GBP	124,545	635	0.08
Paragon Banking Group	GBP	81,900	447	0.05
Real Estate Credit Investments	GBP	75,236	115	0.01
			1,197	0.14
<b>Financials total</b>			<b>129,880</b>	<b>15.93</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Health Care 9.62% (10.93%)</b>				
<b>Biotechnology 0.20% (0.16%)</b>				
Genus	GBP	21,482	1,164	0.14
Oxford Biomedica	GBP	20,293	307	0.04
PureTech Health	GBP	51,207	184	0.02
			1,655	0.20
<b>Health Care Equipment &amp; Supplies 0.59% (0.84%)</b>				
ConvaTec Group	GBP	526,585	1,070	0.13
Smith & Nephew	GBP	289,879	3,702	0.46
			4,772	0.59
<b>Health Care Providers &amp; Services 0.09% (0.18%)</b>				
Medica Group	GBP	32,654	53	0.01
Mediclinic International	GBP	129,059	447	0.05
NMC Health*	GBP	46,588	–	–
Spire Healthcare Group	GBP	92,454	213	0.03
			713	0.09
<b>Life Sciences Tools &amp; Services 0.00% (0.02%)</b>				
<b>Pharmaceuticals 8.74% (9.73%)</b>				
AstraZeneca	GBP	510,449	44,890	5.50
Dechra Pharmaceuticals	GBP	34,531	1,675	0.21
GlaxoSmithKline	GBP	1,630,287	22,814	2.80
Hikma Pharmaceuticals	GBP	55,548	1,301	0.16
Indivior	GBP	240,199	555	0.07
			71,235	8.74
<b>Health Care total</b>			<b>78,375</b>	<b>9.62</b>
<b>Industrials 12.41% (12.34%)</b>				
<b>Aerospace &amp; Defense 1.83% (1.37%)</b>				
Avon Protection	GBP	9,434	190	0.02
Babcock International Group	GBP	165,541	565	0.07
BAE Systems	GBP	1,063,785	6,374	0.78
Chemring Group	GBP	92,665	291	0.04
Meggitt	GBP	256,506	1,929	0.24
QinetiQ Group	GBP	185,546	551	0.07
Rolls-Royce Holdings	GBP	2,760,923	3,991	0.49
Senior	GBP	139,797	227	0.03
Ultra Electronics Holdings	GBP	23,031	756	0.09
			14,874	1.83
<b>Air Freight &amp; Logistics 0.17% (0.13%)</b>				
Royal Mail	GBP	301,599	1,272	0.15
Wincanton	GBP	36,565	129	0.02
			1,401	0.17
<b>Airlines 0.59% (0.39%)</b>				
easyJet	GBP	181,264	1,168	0.14
Esken	GBP	206,913	27	–
International Consolidated Airlines Group	GBP	1,226,421	2,243	0.28
Wizz Air Holdings	GBP	30,219	1,408	0.17
			4,846	0.59
<b>Building Products 0.14% (0.11%)</b>				
Genuit Group	GBP	76,684	534	0.06
Norcros	GBP	25,834	86	0.01
Tyman	GBP	65,463	254	0.03
Volusion Group	GBP	61,620	305	0.04
			1,179	0.14

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Commercial Services &amp; Supplies 0.70% (1.11%)</b>				
Biffa	GBP	72,945	271	0.03
Clipper Logistics	GBP	28,251	201	0.02
De La Rue	GBP	66,302	114	0.01
HomeServe	GBP	90,640	741	0.09
Honeycomb Investment Trust	GBP	10,097	95	0.01
Mears Group	GBP	36,328	72	0.01
Mitie Group	GBP	462,740	302	0.04
Renewi	GBP	20,083	149	0.02
Rentokil Initial	GBP	613,513	3,642	0.46
RPS Group	GBP	93,576	119	0.01
			5,706	0.70
<b>Construction &amp; Engineering 0.18% (0.22%)</b>				
Balfour Beatty	GBP	212,025	566	0.07
Carillion^	GBP	137,814	–	–
Costain Group	GBP	60,348	33	–
Galliford Try Holdings	GBP	36,957	70	0.01
Keller Group	GBP	23,611	215	0.03
Kier Group	GBP	140,750	164	0.02
Morgan Sindall Group	GBP	13,299	315	0.04
Severfield	GBP	102,633	70	0.01
			1,433	0.18
<b>Electrical Equipment 0.08% (0.36%)</b>				
DiscoverIE Group	GBP	29,693	319	0.04
Luceco	GBP	24,247	84	0.01
XP Power	GBP	4,973	259	0.03
			662	0.08
<b>Industrial Conglomerates 0.76% (0.57%)</b>				
DCC	GBP	32,469	1,960	0.24
Melrose Industries	GBP	1,427,745	2,373	0.29
Smiths Group	GBP	130,510	1,848	0.23
			6,181	0.76
<b>Machinery 1.08% (1.13%)</b>				
Bodycote	GBP	61,842	510	0.06
Goodwin	GBP	1,260	44	0.01
IMI	GBP	86,365	1,451	0.18
Morgan Advanced Materials	GBP	92,567	319	0.04
Porvair	GBP	12,176	80	0.01
Rotork	GBP	286,765	997	0.12
Spirax-Sarco Engineering	GBP	24,199	3,608	0.44
Trifast	GBP	44,014	55	0.01
Vesuvius	GBP	70,328	326	0.04
Weir Group	GBP	85,253	1,398	0.17
			8,788	1.08
<b>Marine 0.04% (0.03%)</b>				
Clarkson	GBP	8,177	317	0.04
			317	0.04
<b>Professional Services 3.42% (3.79%)</b>				
DWF Group	GBP	38,148	42	0.01
Experian	GBP	301,624	9,658	1.19
Hays	GBP	508,747	849	0.10
Intertek Group	GBP	53,202	2,652	0.33
Pagegroup	GBP	103,121	691	0.08
RELX	GBP	613,362	13,414	1.65
Ricardo	GBP	21,089	88	0.01
Robert Walters	GBP	23,030	182	0.02
SThree	GBP	42,781	249	0.03
			27,825	3.42

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Road &amp; Rail 0.17% (0.12%)</b>				
Firstgroup	GBP	403,263	373	0.05
Go-Ahead Group	GBP	14,219	117	0.01
National Express Group	GBP	177,941	421	0.06
Redde Northgate	GBP	81,143	329	0.04
Stagecoach Group	GBP	136,918	112	0.01
			1,352	0.17
<b>Trading Companies &amp; Distributors 3.23% (2.87%)</b>				
Ashtead Group	GBP	147,424	8,738	1.08
Bunzl	GBP	111,056	2,800	0.34
Diploma	GBP	39,977	1,163	0.14
Electrocomponents	GBP	155,150	1,713	0.21
Ferguson	GBP	73,839	7,820	0.96
Grafton Group	GBP	71,826	948	0.12
Howden Joinery Group	GBP	187,637	1,682	0.21
Macfarlane Group	GBP	50,243	67	0.01
SIG	GBP	227,704	102	0.01
Speedy Hire	GBP	172,727	111	0.01
Travis Perkins	GBP	74,127	1,152	0.14
			26,296	3.23
<b>Transportation Infrastructure 0.02% (0.14%)</b>				
James Fisher & Sons	GBP	13,393	102	0.01
John Menzies	GBP	23,169	69	0.01
			171	0.02
<b>Industrials total</b>			<b>101,031</b>	<b>12.41</b>
<b>Information Technology 2.08% (2.18%)</b>				
<b>Communications Equipment 0.08% (0.11%)</b>				
BATM Advanced Communications	GBP	117,149	101	0.01
Spirent Communications	GBP	198,519	577	0.07
			678	0.08
<b>Electronic Equipment, Instruments &amp; Components 0.75% (0.85%)</b>				
Halma	GBP	124,910	3,603	0.45
Oxford Instruments	GBP	17,526	419	0.05
Renishaw	GBP	11,283	518	0.06
Spectris	GBP	37,249	1,401	0.17
TT Electronics	GBP	57,130	144	0.02
			6,085	0.75
<b>IT Services 0.44% (0.41%)</b>				
Capita	GBP	556,907	274	0.03
Computacenter	GBP	25,113	687	0.09
Equiniti Group	GBP	107,971	193	0.02
FDM Group Holdings	GBP	28,135	343	0.04
Finabl <sup>r</sup>	GBP	69,811	–	–
Kainos Group	GBP	18,340	360	0.04
NCC Group	GBP	96,334	246	0.03
Network International Holdings	GBP	152,497	501	0.06
PayPoint	GBP	21,653	153	0.02
Softcat	GBP	40,809	845	0.11
			3,602	0.44
<b>Software 0.80% (0.81%)</b>				
Alfa Financial Software Holdings	GBP	33,550	56	0.01
Aptitude Software Group	GBP	19,026	123	0.02
Avast	GBP	182,104	1,021	0.13
AVEVA Group	GBP	39,200	1,423	0.17
Bytes Technology Group	GBP	66,668	344	0.04
Darktrace	GBP	69,122	608	0.07

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Software 0.80% (0.81%) (continued)</b>				
Micro Focus International	GBP	108,567	414	0.05
RM	GBP	25,426	53	0.01
Sage Group	GBP	350,388	2,501	0.30
			6,543	0.80
<b>Technology Hardware, Storage &amp; Peripherals 0.01% (0.00%)</b>				
Xaar	GBP	25,903	43	0.01
			43	0.01
<b>Information Technology total</b>			<b>16,951</b>	<b>2.08</b>
<b>Investment Funds 6.68% (7.08%)</b>				
<b>Investment Companies 6.68% (7.08%)</b>				
3i Infrastructure	GBP	197,173	619	0.07
Aberdeen Asian Income Fund	GBP	58,093	129	0.02
Aberdeen Diversified Income and Growth Trust	GBP	102,046	100	0.01
Aberdeen New Dawn Investment Trust	GBP	35,736	113	0.01
Aberdeen New India Investment Trust	GBP	19,059	121	0.01
Aberdeen Standard Asia Focus 'O'	GBP	10,329	145	0.02
Aberdeen Standard Equity Income Trust	GBP	16,641	57	0.01
Aberforth Smaller Companies Trust	GBP	29,326	434	0.05
Aberforth Split Level Income Trust	GBP	65,736	53	0.01
Alcentra European Floating Rate Income Fund <sup>a</sup>	GBP	1,658	–	–
Alliance Trust	GBP	104,679	1,070	0.13
Allianz Technology Trust	GBP	141,740	435	0.05
Apax Global Alpha	GBP	140,969	302	0.04
Artemis Alpha Trust	GBP	11,756	50	0.01
Asia Dragon Trust	GBP	41,847	207	0.03
Augmentum Fintech	GBP	57,134	88	0.01
Aurora Investment Trust	GBP	23,977	53	0.01
Avi Global Trust	GBP	34,567	352	0.04
AVI Japan Opportunity Trust	GBP	40,643	48	0.01
Baillie Gifford China Growth Trust	GBP	17,026	68	0.01
Baillie Gifford European Growth Trust	GBP	119,847	180	0.02
Baillie Gifford Japan Trust	GBP	30,690	302	0.04
Baillie Gifford Shin Nippon	GBP	103,280	240	0.03
Baillie Gifford UK Growth Trust	GBP	52,019	117	0.01
Baillie Gifford US Growth Trust	GBP	101,594	343	0.04
Bankers Investment Trust	GBP	437,610	490	0.06
BB Healthcare Trust	GBP	180,542	354	0.04
BBGI Global Infrastructure	GBP	234,381	411	0.05
BH Macro	GBP	7,835	284	0.03
Biotech Growth Trust	GBP	13,852	162	0.02
BlackRock Frontiers Investment Trust	GBP	63,126	80	0.01
BlackRock Greater Europe Investment Trust	GBP	30,143	200	0.02
BlackRock Latin American Investment Trust	GBP	13,329	45	0.01
BlackRock Smaller Cos. Trust	GBP	16,227	325	0.04
Blackrock Sustainable American Income Trust	GBP	27,448	52	0.01
Blackrock Throgmorton Trust	GBP	32,048	298	0.04
BlackRock World Mining Trust	GBP	60,618	350	0.04
Bluefield Solar Income Fund	GBP	153,758	190	0.02
BMO Capital & Income Investment Trust	GBP	186,648	306	0.04
BMO Capital & Income Investment Trust	GBP	35,331	114	0.01
BMO Private Equity Trust 'O'	GBP	25,566	114	0.01
Brown Advisory US Smaller Companies	GBP	4,271	57	0.01
Brunner Investment Trust	GBP	10,320	104	0.01
Caledonia Investments	GBP	10,667	378	0.05
Capital Gearing Trust	GBP	4,922	247	0.03
CC Japan Income & Growth Trust	GBP	36,314	53	0.01
CC Japan Income & Growth Trust Rights 28/02/2023	GBP	9,320	–	–
City of London Investment Trust	GBP	145,903	562	0.07

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Investment Companies 6.68% (7.08%) (continued)</b>				
CQS New City High Yield Fund	GBP	146,901	82	0.01
CVC Credit Partners European Opportunities	GBP	56,233	60	0.01
Diverse Income Trust	GBP	106,789	121	0.01
Dunedin Income Growth Investment Trust	GBP	48,846	156	0.02
Ecofin Global Utilities and Infrastructure Trust	GBP	32,795	65	0.01
Edinburgh Investment Trust	GBP	56,512	348	0.04
Edinburgh Worldwide Investment Trust	GBP	132,319	404	0.05
Electra Private Equity	GBP	9,104	55	0.01
EP Global Opportunities Trust	GBP	12,227	34	–
European Assets Trust	GBP	118,553	164	0.02
European Opportunities Trust	GBP	33,775	272	0.03
F&C Investment Trust	GBP	175,609	1,520	0.20
Fidelity Asian Values	GBP	24,036	114	0.01
Fidelity China Special Situations	GBP	113,539	370	0.05
Fidelity Emerging Markets	GBP	39,992	337	0.04
Fidelity European Trust	GBP	136,123	427	0.05
Fidelity Japan Trust	GBP	42,867	103	0.01
Fidelity Special Values	GBP	71,358	213	0.03
Finsbury Growth & Income Trust	GBP	74,158	652	0.08
Foresight Solar Fund	GBP	200,548	204	0.02
Fundsmith Emerging Equities Trust	GBP	8,730	127	0.02
Gartmore Irish Growth Fund <sup>^</sup>	GBP	2,390	–	–
GCP Asset-Backed Income Fund	GBP	145,296	142	0.02
GCP Infrastructure Investments	GBP	288,624	295	0.03
Gore Street Energy Storage Fund	GBP	89,622	102	0.01
Greencoat UK Wind	GBP	648,803	890	0.11
HarbourVest Global Private Equity	GBP	26,405	635	0.08
Henderson Diversified Income Trust	GBP	66,065	56	0.01
Henderson European Focus Trust	GBP	7,059	110	0.01
Henderson EuroTrust	GBP	7,228	108	0.01
Henderson Far East Income	GBP	49,116	145	0.02
Henderson High Income Trust	GBP	43,229	70	0.01
Henderson International Income Trust	GBP	66,934	109	0.01
Henderson Smaller Companies Investment Trust	GBP	24,914	301	0.04
Herald Investment Trust	GBP	21,275	498	0.06
HgCapital Trust	GBP	133,725	518	0.06
Hicl Infrastructure	GBP	637,573	1,046	0.13
Hipgnosis Songs Fund	GBP	397,925	501	0.06
ICG Enterprise Trust	GBP	22,775	257	0.03
ICG-Longbow Senior Secured UK Property Debt Investments	GBP	36,806	32	–
Impax Environmental Markets	GBP	95,850	490	0.06
Independent Investment Trust	GBP	10,409	59	0.01
International Biotechnology Trust	GBP	13,794	99	0.01
International Public Partnerships	GBP	559,415	896	0.12
INVESCO Asia Trust	GBP	23,126	82	0.01
Invesco Bond Income Plus	GBP	52,765	100	0.01
Invesco Perpetual UK Smaller Cos. Investment Trust	GBP	11,535	69	0.01
Invesco Select Trust	GBP	29,289	55	0.01
JPMorgan American Investment Trust	GBP	64,601	452	0.06
JPMorgan Asia Growth & Income	GBP	32,379	137	0.02
JPMorgan China Growth & Income	GBP	25,396	134	0.02
JPMorgan Claverhouse Investment Trust	GBP	19,272	140	0.02
JPMorgan Emerging Markets Investment Trust	GBP	393,734	506	0.06
JPMorgan European Discovery Trust	GBP	52,714	279	0.03
JPMorgan European Investment Trust – Income	GBP	24,923	38	–
JPMorgan European Investment Trust- Growth	GBP	23,966	87	0.01
JPMorgan Global Core Real Assets Fund	GBP	70,604	63	0.01
JPMorgan Global Emerging Markets Income Trust	GBP	101,681	143	0.02
JPMorgan Global Growth & Income	GBP	49,967	221	0.03
JPMorgan Indian Investment Trust	GBP	25,928	216	0.03
JPMorgan Japan Small Cap Growth & Income	GBP	18,521	92	0.01



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Investment Companies 6.68% (7.08%) (continued)</b>				
JPMorgan Japanese Investment Trust	GBP	51,859	340	0.04
JPMorgan Mid Cap Investment Trust	GBP	7,702	101	0.01
JPMorgan Russian Securities	GBP	13,942	122	0.01
JPMorgan UK Smaller Companies Investment Trust	GBP	25,644	102	0.01
JPMorgan US Smaller Companies Investment Trust	GBP	20,206	84	0.01
Jupiter Fund Management	GBP	142,557	353	0.04
Keystone Positive Change Investment Trust	GBP	20,837	67	0.01
KKV Secured Loan Fund 'C'	GBP	43,678	10	–
KKV Secured Loan Fund	GBP	123,115	17	–
Law Debenture	GBP	40,375	307	0.04
Lindsell Train Investment Trust	GBP	57	84	0.01
Liontrust Asset Management	GBP	19,285	409	0.05
Lowland Investment	GBP	9,032	118	0.01
M&G Credit Income Investment Trust	GBP	48,163	47	0.01
Majedie Investments	GBP	9,001	20	–
Manchester & London Investment	GBP	5,624	31	–
Martin Currie Global Portfolio Trust	GBP	28,675	113	0.01
Mercantile Investment Trust	GBP	261,720	692	0.08
Merchants Trust	GBP	41,069	224	0.03
Mid Wynd International Investment Trust	GBP	18,129	143	0.02
Middlefield Canadian Income PCC	GBP	36,194	42	0.01
Mobius Investment Trust	GBP	35,212	52	0.01
Monks Investment Trust	GBP	77,343	1,053	0.13
Montanaro European Smaller Cos. Trust	GBP	57,430	114	0.01
Montanaro UK Smaller Companies Investment Trust	GBP	54,616	91	0.01
Murray Income Trust	GBP	38,521	341	0.04
Murray International Trust 'O'	GBP	40,873	451	0.06
NB Global Monthly Income Fund	GBP	85,541	77	0.01
NB Private Equity Partners	GBP	14,432	229	0.03
NextEnergy Solar Fund	GBP	193,284	193	0.02
North American Income Trust	GBP	47,121	134	0.02
North Atlantic Smaller Cos. Investment Trust	GBP	3,256	155	0.02
Octopus Renewables Infrastructure Trust	GBP	146,781	161	0.02
Odyssean Investment Trust Fund	GBP	22,142	34	–
Pacific Assets Trust	GBP	39,971	138	0.02
Pacific Horizon Investment Trust	GBP	28,977	261	0.03
Pantheon International Fund	GBP	17,714	526	0.06
Pershing Square Holdings	GBP	53,172	1,506	0.19
Personal Assets Trust	GBP	1,038	508	0.06
Polar Capital Global Financials Trust	GBP	85,085	148	0.02
Polar Capital Global Healthcare Trust	GBP	39,700	114	0.01
Polar Capital Technology Trust	GBP	44,757	1,086	0.14
RIT Capital Partners	GBP	42,060	1,081	0.14
Riverstone Energy	GBP	10,944	53	0.01
Ruffer Investment	GBP	61,618	184	0.02
Schroder Asian Total Return Investment	GBP	34,395	166	0.02
Schroder AsiaPacific Fund	GBP	55,025	320	0.04
Schroder Income Growth Fund	GBP	23,068	70	0.01
Schroder Japan Growth Fund	GBP	40,351	89	0.01
Schroder Oriental Income Fund	GBP	88,501	231	0.03
Schroder UK Mid Cap Fund	GBP	12,227	83	0.01
Schroder UK Public Private	GBP	299,123	103	0.01
Scottish American Investment	GBP	56,886	283	0.03
Scottish Investment Trust	GBP	22,177	167	0.02
Scottish Mortgage Investment Trust	GBP	468,776	6,684	0.83
Scottish Oriental Smaller Companies Trust	GBP	8,900	104	0.01
Sdcl Energy Efficiency Income Trust	GBP	259,411	297	0.04
Securities Trust of Scotland	GBP	33,364	71	0.01
Sequoia Economic Infrastructure Income Fund	GBP	583,158	636	0.08
Seraphim Space Investment Trust	GBP	18,233	21	–
Smithson Investment Trust	GBP	51,656	972	0.12

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Investment Companies 6.68% (7.08%) (continued)</b>				
Standard Life Private Equity Trust	GBP	24,730	119	0.01
Standard Life UK Smaller Cos. Trust	GBP	32,155	236	0.03
Starwood European Real Estate Finance	GBP	134,595	130	0.02
Strategic Equity Capital	GBP	20,512	59	0.01
Syncona	GBP	156,679	264	0.03
Temple Bar Investment Trust	GBP	22,312	245	0.03
Templeton Emerging Markets Investment Trust 'O'	GBP	390,845	708	0.09
TR European Growth Trust	GBP	16,717	241	0.03
TR Property Investment Trust – Ordinary Shares	GBP	104,937	490	0.06
Troy Income & Growth Trust	GBP	108,873	83	0.01
TwentyFour Income Fund	GBP	167,761	186	0.02
TwentyFour Select Monthly Income Fund	GBP	62,949	61	0.01
Utilico Emerging Markets Trust Fund	GBP	57,212	123	0.02
Value and Indexed Property Income Trust	GBP	10,823	23	–
Vietnam Enterprise Investments 'C'	GBP	62,526	456	0.06
VinaCapital Vietnam Opportunity Fund	GBP	54,937	264	0.03
VPC Specialty Lending Investments	GBP	77,770	67	0.01
Witan Investment Trust	GBP	249,416	611	0.07
Worldwide Healthcare Trust	GBP	21,128	761	0.09
			54,343	6.68
<b>Investment Funds total</b>			<b>54,343</b>	<b>6.68</b>
<b>Materials 11.48% (11.00%)</b>				
<b>Chemicals 0.93% (0.90%)</b>				
Croda International	GBP	44,401	3,910	0.48
Elementis	GBP	190,887	261	0.03
Essentra	GBP	98,689	253	0.03
Johnson Matthey	GBP	62,508	1,703	0.21
Synthomer	GBP	109,778	508	0.06
Trealt	GBP	19,237	206	0.03
Victrex	GBP	27,173	642	0.08
Zotefoams	GBP	15,808	57	0.01
			7,540	0.93
<b>Construction Materials 1.24% (1.37%)</b>				
CRH	GBP	258,730	8,890	1.10
Forterra	GBP	75,516	199	0.02
Ibstock	GBP	128,920	245	0.03
Marshalls	GBP	65,576	477	0.06
RHI Magnesita	GBP	9,195	271	0.03
			10,082	1.24
<b>Containers &amp; Packaging 0.59% (0.60%)</b>				
DS Smith	GBP	419,943	1,590	0.20
Smurfit Kappa Group	GBP	85,482	3,213	0.39
			4,803	0.59
<b>Metals &amp; Mining 8.37% (7.72%)</b>				
Anglo American	GBP	405,575	11,808	1.45
Antofagasta	GBP	113,913	1,717	0.21
BHP Group	GBP	685,643	13,639	1.67
Centamin	GBP	357,523	355	0.04
Endeavour Mining	GBP	61,135	1,140	0.14
Evraz	GBP	189,750	1,171	0.14
Ferrexpo	GBP	96,446	309	0.04
Fresnillo	GBP	60,691	513	0.06
Glencore	GBP	4,369,580	17,062	2.10
Hill & Smith Holdings	GBP	26,169	456	0.06
Hochschild Mining	GBP	106,742	152	0.02
Kenmare Resources	GBP	25,357	115	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Metals &amp; Mining 8.37% (7.72%) (continued)</b>				
Petropavlovsk	GBP	920,795	221	0.03
Polymetal International	GBP	117,153	1,558	0.19
Rio Tinto	GBP	358,336	18,050	2.21
			68,266	8.37
<b>Paper &amp; Forest Products 0.35% (0.41%)</b>				
Mondi	GBP	159,759	2,837	0.35
			2,837	0.35
<b>Materials total</b>			<b>93,528</b>	<b>11.48</b>
<b>Real Estate 3.03% (2.96%)</b>				
<b>Equity Real Estate Investment Trusts (REITs) 2.58% (2.49%)</b>				
AEW UK REIT	GBP	55,707	59	0.01
Assura	GBP	869,196	639	0.08
Big Yellow Group	GBP	55,683	824	0.10
BMO Commercial Property Trust	GBP	171,916	172	0.02
BMO Real Estate Investments	GBP	82,097	64	0.01
British Land	GBP	304,339	1,531	0.18
Capital & Counties Properties	GBP	241,943	389	0.05
Capital & Regional	GBP	12,839	7	–
Civitas Social Housing	GBP	205,374	180	0.02
Custodian Reit	GBP	128,027	125	0.02
Derwent London	GBP	33,160	1,134	0.14
Ediston Property Investment	GBP	72,335	54	0.01
Empiric Student Property	GBP	193,901	172	0.02
GCP Student Living	GBP	149,451	317	0.04
Great Portland Estates	GBP	83,722	631	0.08
Hammerson	GBP	1,386,070	465	0.06
Home Reit	GBP	158,418	177	0.02
Impact Healthcare Reit	GBP	79,371	93	0.01
Intu Properties^	GBP	354,556	–	–
Land Securities Group	GBP	234,525	1,668	0.19
LondonMetric Property	GBP	289,072	734	0.09
LXI REIT	GBP	229,608	333	0.04
McKay Securities	GBP	27,429	61	0.01
NewRiver REIT	GBP	103,618	80	0.01
Picton Property Income	GBP	180,923	177	0.02
Primary Health Properties	GBP	433,717	670	0.08
PRS REIT	GBP	156,056	160	0.02
Regional REIT	GBP	122,844	108	0.01
Residential Secure Income	GBP	58,545	58	0.01
Safestore Holdings	GBP	67,296	791	0.10
Schroder European Real Estate Investment Trust	GBP	43,205	45	0.01
Schroder Real Estate Investment Trust	GBP	162,368	82	0.01
Segro	GBP	394,768	5,022	0.61
Shaftesbury	GBP	91,552	563	0.07
Standard Life Investment Property Income Trust	GBP	130,608	94	0.01
Target Healthcare REIT	GBP	168,614	196	0.02
Triple Point Social Housing Reit	GBP	115,049	115	0.01
Tritax Big Box REIT	GBP	615,363	1,359	0.17
UK Commercial Property REIT	GBP	240,326	185	0.03
UNITE Group	GBP	104,737	1,113	0.14
Workspace Group	GBP	43,924	383	0.05
			21,030	2.58
<b>Real Estate Management &amp; Development 0.45% (0.47%)</b>				
Aberdeen Standard European Logistics Income	GBP	100,326	113	0.01
CLS Holdings	GBP	51,351	115	0.01
Foxtons Group	GBP	102,950	50	0.01
Grainger	GBP	239,048	738	0.10

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Real Estate Management &amp; Development 0.45% (0.47%) (continued)</b>				
Harworth Group	GBP	65,478	110	0.01
Helical	GBP	33,183	153	0.02
IWG	GBP	237,972	714	0.09
LSL Property Services	GBP	27,290	115	0.01
Palace Capital	GBP	15,439	37	–
Phoenix Spree Deutschland	GBP	26,414	105	0.01
Raven Property Group	GBP	133,117	47	0.01
Savills	GBP	43,735	599	0.08
Sirius Real Estate	GBP	318,511	419	0.05
Tritax EuroBox	GBP	266,023	297	0.04
U & I Group	GBP	37,479	32	–
			3,644	0.45
<b>Real Estate total</b>			<b>24,674</b>	<b>3.03</b>
<b>Utilities 3.00% (3.56%)</b>				
<b>Electric Utilities 0.66% (0.73%)</b>				
SSE	GBP	344,058	5,412	0.66
			5,412	0.66
<b>Independent Power and Renewable Electricity Producers 0.22% (0.08%)</b>				
ContourGlobal	GBP	56,829	109	0.01
Drax Group	GBP	131,026	697	0.09
Renewables Infrastructure Group	GBP	743,423	959	0.12
			1,765	0.22
<b>Multi-Utilities 1.46% (1.89%)</b>				
Centrica	GBP	1,942,132	1,136	0.14
National Grid	GBP	1,171,604	10,512	1.29
Telecom Plus	GBP	20,812	255	0.03
			11,903	1.46
<b>Water Utilities 0.66% (0.86%)</b>				
Pennon Group	GBP	92,416	1,043	0.13
Severn Trent	GBP	82,558	2,150	0.26
United Utilities Group	GBP	224,956	2,207	0.27
			5,400	0.66
<b>Utilities total</b>			<b>24,480</b>	<b>3.00</b>
<b>Equities total</b>			<b>812,233</b>	<b>99.67</b>
<b>Futures 0.01% ((0.02%))</b>				
FTSE 100 Index 17/12/2021	GBP	58	104	0.01
<b>Futures total</b>			<b>104</b>	<b>0.01</b>
<b>Liquidity Funds 0.44% (0.37%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	3,600,000	3,600	0.44
<b>Liquidity Funds total</b>			<b>3,600</b>	<b>0.44</b>
Investment assets			815,937	100.12
Net other liabilities			(978)	(0.12)
<b>Net assets</b>			<b>814,959</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

^ Unlisted, suspended or delisted security.

† A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		169,540		(151,290)
Revenue	3	27,389		25,546	
Expenses	4	(1,673)		(1,847)	
Net revenue before taxation		25,716		23,699	
Taxation	5	(189)		(294)	
Net revenue after taxation			25,527		23,405
<b>Total return before distributions</b>			<b>195,067</b>		<b>(127,885)</b>
Distributions	6		(25,527)		(23,405)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>169,540</b>		<b>(151,290)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>678,481</b>		<b>903,512</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	11,026		81,016	
Amounts payable on cancellation of shares	(66,400)		(175,613)	
		(55,374)		(94,597)
Dilution adjustment		–		130
Change in net assets attributable to shareholders from investment activities (see above)		169,540		(151,290)
Retained distribution on accumulation shares		22,311		20,725
Unclaimed distributions		1		1
<b>Closing net assets attributable to shareholders</b>		<b>814,959</b>		<b>678,481</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	815,937	676,604
<b>Current assets:</b>			
Debtors	8	1,429	3,044
Cash and bank balances	9	599	811
<b>Total assets</b>		<b>817,965</b>	<b>680,459</b>
<b>Liabilities:</b>			
Investment liabilities	7	–	(126)
<b>Creditors:</b>			
Distributions payable		(1,592)	(1,152)
Other creditors	10	(1,414)	(700)
<b>Total liabilities</b>		<b>(3,006)</b>	<b>(1,978)</b>
<b>Net assets attributable to shareholders</b>		<b>814,959</b>	<b>678,481</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Currency (losses)/gains	(5)	37
Derivative contracts gains/(losses)	943	(2,475)
Non-derivative securities gains/(losses)	168,602	(148,852)
<b>Net capital gains/(losses)</b>	<b>169,540</b>	<b>(151,290)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	3
Interest on debt securities	–	13
Overseas dividends	2,836	3,244
Property income distributions	495	435
Scrip dividends	3	–
Stock lending commission*	76	36
UK dividends	23,979	21,815
<b>Total revenue</b>	<b>27,389</b>	<b>25,546</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,670	1,844
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	3	3
<b>Total expenses</b>	<b>1,673</b>	<b>1,847</b>

The audit fee was £10,182 (2020: £9,790) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	189	294
<b>Total current tax (see note 5b)</b>	<b>189</b>	<b>294</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>25,716</b>	<b>23,699</b>
Corporation tax at 20%	5,143	4,740
<b>Effects of:</b>		
Movement in excess management expenses	208	250
Overseas dividends not subject to corporation tax	(561)	(632)
Overseas tax expense	–	(1)
Overseas tax suffered	189	294
Revenue taxable in different periods	–	(4)
Stock dividends not subject to corporation tax	(1)	–
UK dividends not subject to corporation tax	(4,789)	(4,353)
<b>Current tax charge (see note 5a)</b>	<b>189</b>	<b>294</b>

Authorised Investment Funds are exempt from tax on capital gains, therefore, any capital returns are not included in the above reconciliation.

**c Deferred tax**

There is no material unprovided deferred tax (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £41,228,166 (2020: £40,190,498) creating a potential deferred tax asset of £8,245,633 (2020: £8,038,100). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Interim distribution	11,290	12,786
Final distribution	13,871	10,406
	25,161	23,192
Add: Revenue deducted on cancellation of shares	435	1,037
Deduct: Revenue received on issue of shares	(69)	(824)
<b>Total distributions</b>	<b>25,527</b>	<b>23,405</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	25,527	23,405
<b>Net revenue after taxation</b>	<b>25,527</b>	<b>23,405</b>

Details of the distributions per share are set out in the distribution tables on page 35.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1: Quoted prices	812,337	–	674,104	(126)
Level 2: Observable market data	3,600	–	2,500	–
<b>Total value</b>	<b>815,937</b>	<b>–</b>	<b>676,604</b>	<b>(126)</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	1,251	1,067
Amounts receivable on issue of shares	4	1,756
Income tax recoverable	66	49
Overseas tax recoverable	55	172
Sales awaiting settlement	53	–
<b>Total debtors</b>	<b>1,429</b>	<b>3,044</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing houses and brokers	370	408
Cash and bank balances	229	403
<b>Total cash and bank balances</b>	<b>599</b>	<b>811</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	199	174
Amounts payable for cancellation of shares	1,215	526
<b>Total other creditors</b>	<b>1,414</b>	<b>700</b>

## 11 Contingent liabilities and commitments

The aggregate contingent liabilities not provided for at the balance sheet date are:

	As at 15.10.21 £000	As at 15.10.20 £000
CC Japan Income & Growth Trust Rights 28/02/2023	15	–
TUI Rights 26/10/2021	247	–
<b>Total contingent liabilities</b>	<b>262</b>	<b>–</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

Fund Management fees 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 to the ACD at the year end in respect of Fund Management fees was £199,464 (2020: £173,780). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £20,776,693 (2020: £19,141,558). The amount outstanding at the year end was £11,472,350 (2020: £8,534,189). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £51,046,207 (2020: £149,909,943) and £50,564,863 (2020: £147,832,873) respectively. The income received during the year amounted to £376,254 (2020: £98,508).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 1 Income shares)	10,258	260	9,998
ACD and related parties (Class 2 Income shares)	1,727,839	(396,848)	2,124,687
ACD and related parties (Class 3 Accumulation shares)	237,369,762	(15,982,122)	253,351,884

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

### 13 Shareholder funds

The Fund currently has four share classes: Class 1 and A (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.41%  
 Class 2: 0.20%  
 Class 3: 0.20%  
 Class A: 0.10%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 11 and 12. The distributions per share are given in the distribution tables on page 35. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	100,475,534	3,973,190	(4,949,796)	(230,776)	99,268,152
Class 2 Income shares	13,016,982	1,884,142	(2,427,915)	140,912	12,614,121
Class 3 Accumulation shares	253,351,884	2,035,164	(18,017,286)	–	237,369,762
Class A Accumulation shares	49,494,930	482,543	(11,205,470)	–	38,772,003

## 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 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 0.02% (2020: 0.05%) of the net assets of the Fund were denominated in currencies other than sterling and as such currency risk is not considered significant.

**Interest rate risk**

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

At the year end date 0.52% (2020: 0.49%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

**Market price risk**

At the year end date, 100.12% (2020: 99.70%) 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 10.01% (2020: 9.97%).

**16 Stock lending**

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

**17 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	(54,177)	(1)	(263)	(54,441)	0.00%	0.49%
<b>Purchases (include Corporate Action activity only)</b>						
Equities	(1,626)	–	–	(1,626)	0.00%	0.00%
	(55,803)	(1)	(263)	(56,067)		
<b>Sales (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	85,806	(6)	(1)	85,799	0.01%	0.00%
	85,806	(6)	(1)	85,799		
<b>Total</b>		(7)	(264)			
<b>Percentage of Fund average net assets</b>		0.00%	0.03%			

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 17 Direct transaction costs (continued)

15.10.20	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>Purchases (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	(78,027)	(13)	(367)	(78,407)	0.02%	0.47%
Funds	(149,500)	–	–	(149,500)	0.00%	0.00%
<b>Purchases (include Corporate Action activity only)</b>	(775)	–	–	(775)	0.00%	0.00%
Equities	(228,302)	(13)	(367)	(228,682)		
<b>Sales (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	158,595	(11)	(1)	158,583	0.01%	0.00%
Funds	147,000	–	–	147,000	0.00%	0.00%
	305,595	(11)	(1)	305,583		
<b>Total</b>		(24)	(368)			
<b>Percentage of Fund average net assets</b>		0.00%	0.05%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.09% (2020: 0.11%). 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 six months ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Income shares	Group 1	1.3133	–	1.3133	0.9338
	Group 2	0.9174	0.3959	1.3133	0.9338
Class 2 Income shares	Group 1	2.2883	–	2.2883	1.6426
	Group 2	1.3256	0.9627	2.2883	1.6426

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 3 Accumulation shares	Group 1	4.8164	–	4.8164	3.3547
	Group 2	2.2850	2.5314	4.8164	3.3547
Class A Accumulation shares	Group 1	2.1822	–	2.1822	1.5248
	Group 2	1.1292	1.0530	2.1822	1.5248

## Final distribution

Group 1 shares are those shares purchased at or before 5:00pm on 15 April 2021.

Group 2 shares are those shares purchased after 5:00pm on 15 April 2021.

## Interim distribution paid in pence per share for the six months ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	1.0312	–	1.0312	0.9786
	Group 2	0.6901	0.3411	1.0312	0.9786
Class 2 Income shares	Group 1	1.8128	–	1.8128	1.7575
	Group 2	1.0353	0.7775	1.8128	1.7575

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 3 Accumulation shares	Group 1	3.7625	–	3.7625	3.5297
	Group 2	2.1227	1.6398	3.7625	3.5297
Class A Accumulation shares	Group 1	1.7106	–	1.7106	1.6228
	Group 2	1.2016	0.5090	1.7106	1.6228

## Interim distribution

Group 1 shares are those shares purchased at or before 5:00pm on 15 October 2020.

Group 2 shares are those shares purchased after 5:00pm on 15 October 2020.

## Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS UK LISTED EQUITY INCOME FUND

### INVESTMENT OBJECTIVE

The Fund aims to deliver an income return of at least 110% of the income return of the FTSE® All Share Index over any given 12-month period, whilst also aiming to grow your investment over the long term (5 years or more) by investing in shares of UK companies.

Both the income and return aims are measured before the deduction of Fund charges and tax.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in shares of UK companies (incorporated or domiciled in the UK), or non UK companies which are listed in the UK or which have significant trading activities in the UK.

#### Other investments

The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

#### Strategy

The Fund is actively managed, and the Investment Manager will adopt a high conviction approach (a strong belief), with a particular focus on “cash compounding” companies. These are typically mature companies which benefit from high barriers to entry given their competitive position in their industry, which we believe will offer good to high returns, and generate stable cash flows which will either be returned to investors as income or re-invested into the company to generate future dividends. The Investment Manager is also likely to invest in companies with a focus on the potential future cash flow growth they will generate, and their perceived ability to steadily grow their dividends, while showing what we believe to be financial strength and/or low levels of debt, with a strong management capability. In addition, the Investment Manager is likely to identify companies which are out of favour at a particular point in time, but where there is a specific opportunity for the company to increase their future cash flows, and therefore potentially increase their dividends in the future.

#### Environmental, Social & Governance (ESG) factors

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's income return target is measured against the FTSE® All Share Index (the “Index”). The Fund's overall performance is also compared against the Index.

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a “tracking error” to measure the consistency of the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index represents the performance of all eligible companies listed on the London Stock Exchange, and 98% of the UK's market capitalisation (total market value of a company's outstanding shares).

The Index has been selected as a benchmark for the income target and for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate target in relation to the income return and as a comparator for the Fund's overall performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors UK Listed Equity Income Fund delivered a total return of 27.92% (share class 1), net of fees. The Fund's benchmark, the FTSE® All Share Index, returned 28.15% over the same period.

The tracking error at the year end was 6.17%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund posted a strong absolute return over the twelve month review period.

Relative to its benchmark, the Fund's main overweights by order of magnitude were industrials and financials. The principal underweights were healthcare, energy, consumer discretionary, basic materials and consumer staples.

At the stock level, the asset managers Intermediate Capital and St James's Place were among the strongest contributors. The holding in Signature Aviation rallied well after the company agreed to a £3.43bn takeover bid from Global Infrastructure Partners.

In terms of underweights, not holding pharmaceutical company AstraZeneca added value as hype around the rollout of vaccines dissipated and signs of a relationship between the company's Covid-19 vaccine and blood clots led to negative investor sentiment. Being underweight consumer staples company Reckitt Benckiser was also beneficial as rising input costs ate into profits.

Having no holdings of oil and gas company Royal Dutch Shell, and energy sector stocks more generally, detracted from Fund performance as they benefited from rising crude oil prices. Not holding Glencore also hurt performance as its shares outperformed on rallying commodity prices, especially towards the end of the period.

## AVIVA INVESTORS UK LISTED EQUITY INCOME FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Review (continued)

We started a new position in Gresham House Energy Storage, based largely on its exposure to the storage of renewable energy. The company provides battery storage facilities and receives income from National Grid to help moderate its power. We also added to existing positions in National Grid and SSE, which reflects our increasing conviction in the investment case of electrons in the face of a decarbonising world. Renewable energy continues to be a strong trend which we aim to capitalise on in order to deliver long-term sustainable income and capital growth for clients.

#### Outlook

Investor sentiment remains supported by the recovery in economic growth as restrictions ease and vaccination levels climb well above 80% for the UK's adult population. Additionally, new case levels of Covid, related hospitalisations and deaths appear to be levelling off.

The waters are muddied by the growing spectre of inflation. The inflation rate has been at, or above, the Bank of England (BoE)'s 2% target for four consecutive months and appears to be heading higher. Some members of the central bank's Monetary Policy Committee have signalled that policy may need to be tightened – a view that Governor Andrew Bailey no longer denies.

There are other issues simmering in the background that could become major headwinds for the market: the fractious relationship with the EU; union-backed strikes and demonstrations over employee terms and conditions; geopolitical worries; contagion from Chinese real estate developer Evergrande's likely default. However, for the time being at least, the market appears to be underpinned by an economic recovery which should continue to unfold into next year.

We continue to evaluate the impacts of inflation on businesses and their corresponding pricing power. We expect heightened M&A activity to continue, partly as a reflection of an undervalued UK equity market – particularly where there is underappreciated technology and assets within companies.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 40 to 41 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.15 to 31.12.16	10.32	10.53	11.08
31.12.16 to 31.12.17	12.03	12.23	12.79
31.12.17 to 31.12.18	-10.94	-10.77	-10.33
31.12.18 to 31.12.19	22.70	22.90	23.50
31.12.19 to 31.12.20	-6.40	-6.20	-5.70

#### Performance History – Income Shares

Calendar year	Share Class 4 %	Benchmark* %
31.12.15 to 31.12.16	N/A	16.75
31.12.16 to 31.12.17	N/A	13.10
31.12.17 to 31.12.18	N/A	-9.50
31.12.18 to 31.12.19	N/A	19.20
31.12.19 to 31.12.20	-5.90	-9.80

\* Benchmark – FTSE\* All Share Index.

#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	9.65	10.52	11.08	16.75
31.12.16 to 31.12.17	11.34	12.34	12.79	13.10
31.12.17 to 31.12.18	-11.17	-10.77	-10.32	-9.50
31.12.18 to 31.12.19	22.70	22.90	23.50	19.20
31.12.19 to 31.12.20	-6.40	-6.20	-5.70	-9.80

\* Benchmark – FTSE\* All Share Index.

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 110%
31.12.15 to 31.12.16	4.28	3.47	123
31.12.16 to 31.12.17	4.31	3.59	120
31.12.17 to 31.12.18	4.43	4.46	99
31.12.18 to 31.12.19	4.67	4.09	114
31.12.19 to 31.12.20	3.71	3.44	108

\* Benchmark – FTSE\* All Share Index.

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.



## AVIVA INVESTORS UK LISTED EQUITY INCOME FUND (CONTINUED)

## Material Portfolio Changes

Purchases	Sales
Legal & General Group	Legal & General Group
SSE	Signature Aviation
Ferguson	Ultra Electronics Holdings
Phoenix Group Holdings	M&G
Conduit Holdings	Diageo
Britvic	GlaxoSmithKline
Rathbone Brothers	Intermediate Capital Group
BAE Systems	Prudential
National Grid	St James's Place
Balfour Beatty	Severn Trent

## Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- The level of targeted income is not guaranteed and may not be achieved.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	75.34	90.05	86.67
Return before operating charges <sup>†</sup>	23.27	(10.74)	8.50
Operating charges	(0.91)	(0.83)	(0.90)
Return after operating charges <sup>†</sup>	22.36	(11.57)	7.60
Distributions	(3.44)	(3.14)	(4.22)
Closing net asset value per share	94.26	75.34	90.05
<sup>†</sup> after direct transaction costs of	(0.11)	(0.25)	(0.11)
<b>Performance</b>			
Return after charges (%)	29.68%	(12.85)%	8.77%
<b>Other information</b>			
Closing net asset value (£000)	176,862	144,946	177,005
Closing number of shares	187,625,825	192,392,010	196,565,885
Operating charges (%) <sup>†</sup>	1.00%	1.00%	1.00%
Direct transaction costs (%) <sup>#</sup>	0.12%	0.30%	0.12%
<b>Prices<sup>®</sup></b>			
Highest share price	100.93	98.56	95.60
Lowest share price	71.37	60.90	81.83

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	121.93	145.46	139.73
Return before operating charges <sup>†</sup>	37.68	(17.37)	13.74
Operating charges	(1.19)	(1.09)	(1.19)
Return after operating charges <sup>†</sup>	36.49	(18.46)	12.55
Distributions	(5.57)	(5.07)	(6.82)
Closing net asset value per share	152.85	121.93	145.46
<sup>†</sup> after direct transaction costs of	(0.18)	(0.40)	(0.18)
<b>Performance</b>			
Return after charges (%)	29.93%	(12.69)%	8.98%
<b>Other information</b>			
Closing net asset value (£000)	202,427	196,782	233,342
Closing number of shares	132,431,210	161,383,954	160,416,082
Operating charges (%) <sup>†</sup>	0.81%	0.81%	0.81%
Direct transaction costs (%) <sup>#</sup>	0.12%	0.30%	0.12%
<b>Prices<sup>®</sup></b>			
Highest share price	163.63	159.28	154.36
Lowest share price	115.52	98.46	131.98

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	147.94	169.40	155.79
Return before operating charges <sup>†</sup>	45.72	(19.88)	15.25
Operating charges	(1.80)	(1.58)	(1.64)
Return after operating charges <sup>†</sup>	43.92	(21.46)	13.61
Distributions	(6.82)	(5.96)	(7.67)
Retained distributions on accumulation shares	6.82	5.96	7.67
Closing net asset value per share	191.86	147.94	169.40
<sup>†</sup> after direct transaction costs of	(0.22)	(0.47)	(0.20)
<b>Performance</b>			
Return after charges (%)	29.69%	(12.67)%	8.74%
<b>Other information</b>			
Closing net asset value (£000)	5,857	5,377	4,701
Closing number of shares	3,052,617	3,634,866	2,775,001
Operating charges (%) <sup>†</sup>	1.00%	1.00%	1.00%
Direct transaction costs (%) <sup>#</sup>	0.12%	0.30%	0.12%
<b>Prices<sup>®</sup></b>			
Highest share price	201.51	185.40	175.23
Lowest share price	140.10	114.55	147.07

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	182.27	208.32	191.22
Return before operating charges <sup>†</sup>	56.38	(24.50)	18.73
Operating charges	(1.81)	(1.55)	(1.63)
Return after operating charges <sup>†</sup>	54.57	(26.05)	17.10
Distributions	(8.41)	(7.34)	(9.43)
Retained distributions on accumulation shares	8.41	7.34	9.43
Closing net asset value per share	236.84	182.27	208.32
<sup>†</sup> after direct transaction costs of	(0.27)	(0.57)	(0.24)
<b>Performance</b>			
Return after charges (%)	29.94%	(12.50)%	8.94%
<b>Other information</b>			
Closing net asset value (£000)	143,872	111,344	80,527
Closing number of shares	60,747,016	61,086,416	38,656,230
Operating charges (%) <sup>†</sup>	0.81%	0.81%	0.81%
Direct transaction costs (%) <sup>#</sup>	0.12%	0.30%	0.12%
<b>Prices<sup>®</sup></b>			
Highest share price	248.70	228.08	215.40
Lowest share price	172.63	140.99	180.58

## COMPARATIVE TABLES (CONTINUED)

Class 3 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	170.99	202.97	194.01
Return before operating charges <sup>†</sup>	52.93	(24.29)	19.10
Operating charges	(0.67)	(0.59)	(0.65)
Return after operating charges <sup>†</sup>	52.26	(24.88)	18.45
Distributions	(7.84)	(7.10)	(9.49)
Closing net asset value per share	215.41	170.99	202.97
<sup>†</sup> after direct transaction costs of	(0.25)	(0.56)	(0.24)
<b>Performance</b>			
Return after charges (%)	30.56%	(12.26)%	9.51%
<b>Other information</b>			
Closing net asset value (£000)	568,961	508,570	457,488
Closing number of shares	264,128,213	297,423,581	225,393,858
Operating charges (%) <sup>‡</sup>	0.32%	0.32%	0.32%
Direct transaction costs (%) <sup>#</sup>	0.12%	0.30%	0.12%
<b>Prices<sup>≈</sup></b>			
Highest share price	230.48	222.47	215.16
Lowest share price	162.03	137.67	183.44

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	300.92	342.23	312.61
Return before operating charges <sup>†</sup>	93.18	(40.30)	30.68
Operating charges	(1.18)	(1.01)	(1.06)
Return after operating charges <sup>†</sup>	92.00	(41.31)	29.62
Distributions	(13.91)	(12.08)	(15.46)
Retained distributions on accumulation shares	13.91	12.08	15.46
Closing net asset value per share	392.92	300.92	342.23
<sup>†</sup> after direct transaction costs of	(0.44)	(0.95)	(0.39)
<b>Performance</b>			
Return after charges (%)	30.57%	(12.07)%	9.48%
<b>Other information</b>			
Closing net asset value (£000)	10,119	8,773	7,567
Closing number of shares	2,575,269	2,915,434	2,210,974
Operating charges (%) <sup>‡</sup>	0.32%	0.32%	0.32%
Direct transaction costs (%) <sup>#</sup>	0.12%	0.30%	0.12%
<b>Prices<sup>≈</sup></b>			
Highest share price	412.39	375.07	353.51
Lowest share price	285.05	232.11	295.51

Class 4 Income shares	2021 p per share	2020 p per share	2019 <sup>o</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	82.75	98.33	100.00
Return before operating charges <sup>†</sup>	25.62	(11.78)	(1.50)
Operating charges	(0.37)	(0.37)	(0.02)
Return after operating charges <sup>†</sup>	25.25	(12.15)	(1.52)
Distributions	(3.80)	(3.43)	(0.15)
Closing net asset value per share	104.20	82.75	98.33
<sup>†</sup> after direct transaction costs of	(0.12)	(0.27)	(0.12)
<b>Performance</b>			
Return after charges (%)	30.51%	(12.36)%	(1.52)%
<b>Other information</b>			
Closing net asset value (£000)	1	1	1
Closing number of shares	1,000	1,000	1,000
Operating charges (%) <sup>‡</sup>	0.45%	0.45%	0.45%
Direct transaction costs (%) <sup>#</sup>	0.12%	0.30%	0.12%
<b>Prices<sup>≈</sup></b>			
Highest share price	111.49	107.76	100.00
Lowest share price	78.41	66.68	95.89

◊ This share class was launched on 30 September 2019.

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

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

(b) The Ongoing Charge 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	15.10.21	15.10.20
Class 1	1.00%	1.00%
Class 2	0.81%	0.81%
Class 3	0.32%	0.32%
Class 4	0.45%	0.45%

\* 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. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 99.56% (101.34%)</b>				
<b>Communication Services 3.17% (3.42%)</b>				
<b>Entertainment 0.39% (0.31%)</b>				
Cineworld Group	GBP	6,425,456	4,359	0.39
			4,359	0.39
<b>Wireless Telecommunication Services 2.78% (3.11%)</b>				
Vodafone Group	GBP	27,980,100	30,756	2.78
			30,756	2.78
<b>Communication Services total</b>			<b>35,115</b>	<b>3.17</b>
<b>Consumer Discretionary 5.75% (5.06%)</b>				
<b>Distributors 0.49% (0.31%)</b>				
Headlam Group	GBP	1,099,554	5,432	0.49
			5,432	0.49
<b>Hotels, Restaurants &amp; Leisure 2.59% (2.23%)</b>				
Compass Group	GBP	1,933,334	28,632	2.59
			28,632	2.59
<b>Household Durables 2.67% (2.52%)</b>				
Countryside Properties	GBP	2,576,353	12,315	1.11
DFS Furniture	GBP	6,469,802	17,307	1.56
			29,622	2.67
<b>Consumer Discretionary total</b>			<b>63,686</b>	<b>5.75</b>
<b>Consumer Staples 12.00% (14.17%)</b>				
<b>Beverages 2.85% (2.57%)</b>				
Britvic	GBP	1,889,589	16,969	1.53
Diageo	GBP	405,227	14,598	1.32
			31,567	2.85
<b>Food &amp; Staples Retailing 2.53% (2.66%)</b>				
Tesco	GBP	10,506,501	28,058	2.53
			28,058	2.53
<b>Food Products 0.85% (0.74%)</b>				
Devro	GBP	4,377,345	9,433	0.85
			9,433	0.85
<b>Personal Products 2.71% (3.91%)</b>				
Unilever	GBP	789,100	30,072	2.71
			30,072	2.71
<b>Tobacco 3.06% (4.29%)</b>				
British American Tobacco	GBP	826,800	21,472	1.94
Imperial Brands	GBP	792,724	12,394	1.12
			33,866	3.06
<b>Consumer Staples total</b>			<b>132,996</b>	<b>12.00</b>
<b>Financials 27.52% (27.70%)</b>				
<b>Banks 1.74% (1.98%)</b>				
Close Brothers Group	GBP	1,297,244	19,277	1.74
			19,277	1.74
<b>Capital Markets 12.49% (10.79%)</b>				
Intermediate Capital Group	GBP	2,588,717	54,700	4.94
Rathbone Brothers	GBP	1,083,491	21,236	1.92
River & Mercantile Group	GBP	3,780,156	8,808	0.79

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Capital Markets 12.49% (10.79%) (continued)</b>				
Schroders	GBP	666,820	23,945	2.16
Sherborne Investors Guernsey B	GBP	3,780,229	10	–
St James's Place	GBP	1,960,755	29,696	2.68
			138,395	12.49
<b>Diversified Financial Services 0.00% (1.60%)</b>				
<b>Insurance 13.29% (13.33%)</b>				
Beazley	GBP	2,823,803	10,784	0.97
Conduit Holdings	GBP	3,274,049	14,897	1.34
Legal & General Group	GBP	13,169,832	37,113	3.35
Phoenix Group Holdings	GBP	7,732,399	51,188	4.62
Prudential	GBP	1,480,729	21,678	1.96
Sabre Insurance Group	GBP	5,932,614	11,580	1.05
			147,240	13.29
<b>Financials total</b>			<b>304,912</b>	<b>27.52</b>
<b>Health Care 1.10% (3.23%)</b>				
<b>Pharmaceuticals 1.10% (3.23%)</b>				
GlaxoSmithKline	GBP	876,310	12,182	1.10
			12,182	1.10
<b>Health Care total</b>			<b>12,182</b>	<b>1.10</b>
<b>Industrials 22.06% (19.50%)</b>				
<b>Aerospace &amp; Defense 8.98% (6.26%)</b>				
Babcock International Group	GBP	3,045,738	10,748	0.97
BAE Systems	GBP	6,486,411	38,711	3.49
Chemring Group	GBP	8,788,555	27,904	2.52
Ultra Electronics Holdings	GBP	686,210	22,110	2.00
			99,473	8.98
<b>Building Products 2.29% (0.97%)</b>				
Genuit Group	GBP	2,313,555	16,126	1.46
Tyman	GBP	2,395,457	9,246	0.83
			25,372	2.29
<b>Commercial Services &amp; Supplies 0.00% (0.83%)</b>				
<b>Construction &amp; Engineering 0.91% (0.00%)</b>				
Balfour Beatty	GBP	3,802,342	10,122	0.91
			10,122	0.91
<b>Electrical Equipment 0.00% (3.65%)</b>				
<b>Industrial Conglomerates 3.35% (0.00%)</b>				
Melrose Industries	GBP	22,343,468	37,146	3.35
			37,146	3.35
<b>Machinery 2.43% (3.04%)</b>				
Weir Group	GBP	1,626,313	26,923	2.43
			26,923	2.43
<b>Professional Services 0.00% (1.26%)</b>				
<b>Trading Companies &amp; Distributors 4.10% (1.87%)</b>				
Ferguson	GBP	203,298	21,316	1.93
Grafton Group	GBP	1,831,473	24,084	2.17
			45,400	4.10
<b>Transportation Infrastructure 0.00% (1.62%)</b>				
<b>Industrials total</b>			<b>244,436</b>	<b>22.06</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Information Technology 2.55% (2.15%)</b>				
<b>Software 2.55% (2.15%)</b>				
Sage Group	GBP	3,946,699	28,250	2.55
			28,250	2.55
<b>Information Technology total</b>			<b>28,250</b>	<b>2.55</b>
<b>Investment Funds 5.29% (5.11%)</b>				
<b>Investment Companies 5.29% (5.11%)</b>				
Electra Private Equity	GBP	99,155	575	0.05
Foresight Solar Fund	GBP	4,984,985	5,075	0.46
Greencoat UK Wind	GBP	14,690,273	20,243	1.83
Gresham House Energy Storage Fund	GBP	1,857,538	2,387	0.22
Hipgnosis Songs Fund	GBP	21,671,672	27,393	2.47
Sherborne Investors Guernsey C	GBP	4,857,185	2,939	0.26
			58,612	5.29
<b>Investment Funds total</b>			<b>58,612</b>	<b>5.29</b>
<b>Materials 11.42% (11.40%)</b>				
<b>Construction Materials 1.47% (1.41%)</b>				
Ibstock	GBP	8,517,017	16,293	1.47
			16,293	1.47
<b>Containers &amp; Packaging 4.83% (5.32%)</b>				
DS Smith	GBP	6,736,082	25,968	2.34
Smurfit Kappa Group	GBP	717,692	27,581	2.49
			53,549	4.83
<b>Metals &amp; Mining 5.12% (4.67%)</b>				
Anglo American	GBP	917,184	26,795	2.42
BHP Group	GBP	1,496,253	29,970	2.70
			56,765	5.12
<b>Materials total</b>			<b>126,607</b>	<b>11.42</b>
<b>Real Estate 2.06% (3.03%)</b>				
<b>Equity Real Estate Investment Trusts (REITs) 2.06% (3.03%)</b>				
Shaftesbury	GBP	1,412,539	8,624	0.78
Tritax Big Box REIT	GBP	6,496,324	14,266	1.28
			22,890	2.06
<b>Real Estate total</b>			<b>22,890</b>	<b>2.06</b>
<b>Utilities 6.64% (6.57%)</b>				
<b>Electric Utilities 2.56% (0.00%)</b>				
SSE	GBP	1,807,824	28,383	2.56
			28,383	2.56
<b>Multi-Utilities 2.94% (3.71%)</b>				
National Grid	GBP	3,659,734	32,557	2.94
			32,557	2.94
<b>Water Utilities 1.14% (2.86%)</b>				
Severn Trent	GBP	481,690	12,644	1.14
			12,644	1.14
<b>Utilities total</b>			<b>73,584</b>	<b>6.64</b>
<b>Equities total</b>			<b>1,103,270</b>	<b>99.56</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Liquidity Funds 1.76% (0.55%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP <sup>†</sup>	GBP	22,500,000	19,500	1.76
<b>Liquidity Funds total</b>			<b>19,500</b>	<b>1.76</b>
Investment assets			1,122,770	101.32
Net other liabilities			(14,671)	(1.32)
<b>Net assets</b>			<b>1,108,099</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

<sup>†</sup> A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		248,568		(145,971)
Revenue	3	41,600		38,544	
Expenses	4	(6,433)		(5,976)	
Net revenue before taxation		35,167		32,568	
Taxation	5	75		(127)	
Net revenue after taxation			35,242		32,441
<b>Total return before distributions</b>			<b>283,810</b>		<b>(113,530)</b>
Distributions	6		(41,542)		(38,206)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>242,268</b>		<b>(151,736)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>975,793</b>		<b>960,631</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	48,829		284,909	
Amounts payable on cancellation of shares	(164,470)		(124,034)	
		(115,641)		160,875
Dilution adjustment		38		1,057
Change in net assets attributable to shareholders from investment activities (see above)		242,268		(151,736)
Retained distribution on accumulation shares		5,637		4,947
Unclaimed distributions		4		19
<b>Closing net assets attributable to shareholders</b>		<b>1,108,099</b>		<b>975,793</b>



## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	1,122,770	994,208
<b>Current assets:</b>			
Debtors	8	18,070	2,020
Cash and bank balances	9	2,256	307
<b>Total assets</b>		<b>1,143,096</b>	<b>996,535</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Distribution payable		(18,451)	(18,523)
Other creditors	10	(16,546)	(2,219)
<b>Total liabilities</b>		<b>(34,997)</b>	<b>(20,742)</b>
<b>Net assets attributable to shareholders</b>		<b>1,108,099</b>	<b>975,793</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Compensation items	3	–
Currency losses	(64)	(153)
Non-derivative securities gains/(losses)	248,629	(145,818)
<b>Net capital gains/(losses)</b>	<b>248,568</b>	<b>(145,971)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	2
Interest on debt securities	1	102
Overseas dividends	3,647	818
Property income distributions	441	914
Stock lending commission*	120	17
UK dividends	37,391	36,691
<b>Total revenue</b>	<b>41,600</b>	<b>38,544</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	6,413	5,970
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	20	6
<b>Total expenses</b>	<b>6,433</b>	<b>5,976</b>

The audit fee was £9,833 (2020: £9,455) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	(75)	127
<b>Total current tax (see note 5b)</b>	<b>(75)</b>	<b>127</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>35,167</b>	<b>32,568</b>
Corporation tax at 20%	7,033	6,514
<b>Effects of:</b>		
Movement in excess management expenses	1,170	988
Overseas dividends not subject to corporation tax	(729)	(164)
Overseas tax suffered	(75)	127
UK dividends not subject to corporation tax	(7,478)	(7,338)
Tax credit on Loan relationship deficit	4	–
<b>Current tax charge (see note 5a)</b>	<b>(75)</b>	<b>127</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £70,387,375 (2020: £64,536,240) creating a potential deferred tax asset of £14,077,475 (2020: £12,907,248). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Interim distribution	19,271	18,870
Final distribution	21,504	21,194
	40,775	40,064
Add: Revenue deducted on cancellation of shares	1,111	1,383
Deduct: Revenue received on issue of shares	(344)	(3,241)
<b>Total distributions</b>	<b>41,542</b>	<b>38,206</b>
<b>Reconciliations of distributions for the year to net revenue after taxation</b>		
Distributions for the year	41,542	38,206
ACD's periodic charge borne by the capital account	(6,412)	(5,971)
Tax relief on capitalised ACD's periodic charge	112	206
<b>Net revenue after taxation</b>	<b>35,242</b>	<b>32,441</b>

Details of the distributions per share are set out in the distribution tables on page 54 and 55.

## 7 Fair value hierarchy

Valuation technique	Assets at 15.10.21 £000	Assets at 15.10.20 £000
Level 1: Quoted prices	1,103,270	988,808
Level 2: Observable market data	19,500	5,400
<b>Total value</b>	<b>1,122,770</b>	<b>994,208</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	2,062	1,662
Amounts receivable on issue of shares	143	307
Income tax recoverable	131	51
Overseas tax recoverable	75	–
Sales awaiting settlement	15,659	–
<b>Total debtors</b>	<b>18,070</b>	<b>2,020</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**9 Cash and bank balances**

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	2,256	307
<b>Total cash and bank balances</b>	<b>2,256</b>	<b>307</b>

**10 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	813	747
Amounts payable for cancellation of shares	1,059	1,472
Purchases awaiting settlement	14,674	–
<b>Total other creditors</b>	<b>16,546</b>	<b>2,219</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £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.

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 to the ACD at the year end in respect of Fund Management Fee was £813,414 (2020: £746,685). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £22,312,995 (2020: £21,367,402). The amount outstanding at the year end was £11,679,576 (2020: £11,636,510). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £191,600,000 (2020: £358,100,000) and £177,500,000 (2020: £375,200,000) respectively. The income received during the year amounted to £776 (2020: £102,120).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 1 Income shares)	15,810	548	15,262
ACD and related parties (Class 2 Income shares)	5,403,664	(345,233)	5,748,897
ACD and related parties (Class 3 Income shares)	264,128,213	(33,295,368)	297,423,581
ACD and related parties (Class 2 Accumulation shares)	5,766,597	(48,440)	5,815,037
ACD and related parties (Class 3 Accumulation shares)	2,575,269	(340,165)	2,915,434

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

**13 Shareholder funds**

The Fund currently has four share classes: Class 1 and 4 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.00%  
 Class 2: 0.81%  
 Class 3: 0.32%  
 Class 4: 0.45%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 40 and 41. The distributions per share are given in the distribution tables on page 54 and 55. All the share classes have the same rights on winding up.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**14 Shares in issue reconciliation**

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	192,392,010	6,352,181	(10,582,093)	(536,273)	187,625,825
Class 2 Income shares	161,383,954	6,207,963	(35,521,057)	360,350	132,431,210
Class 3 Income shares	297,423,581	9,994,229	(43,289,597)	–	264,128,213
Class 4 Income shares	1,000	–	–	–	1,000
Class 1 Accumulation shares	3,634,866	320,865	(537,423)	(365,691)	3,052,617
Class 2 Accumulation shares	61,086,416	5,347,540	(5,963,620)	276,680	60,747,016
Class 3 Accumulation shares	2,915,434	425,792	(765,957)	–	2,575,269

**15 Derivatives and other financial instruments**

The policies applied in the management of financial instruments are set out on pages 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 0.21% (2020: 0.02%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

**Interest rate risk**

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

At the year end date 1.96% (2020: 0.58%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

**Market price risk**

At the year end date, 101.32% (2020: 101.89%) 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 10.13% (2020: 10.19%).

**16 Stock lending**

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Equities	(252,624)	(119)	(1,053)	(253,796)	0.05%	0.42%
	(252,624)	(119)	(1,053)	(253,796)		
<b>Sales</b>						
Equities	384,432	(192)	–	384,240	0.05%	0.00%
	384,432	(192)	–	384,240		
<b>Total</b>		(311)	(1,053)			
<b>Percentage of Fund average net assets</b>		0.02%	0.10%			

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases</b>						
Equities	(520,341)	(240)	(2,611)	(523,192)	0.05%	0.50%
Funds	(358,100)	–	–	(358,100)	0.00%	0.00%
	(878,441)	(240)	(2,611)	(881,292)		
<b>Sales</b>						
Equities	347,214	(150)	–	347,064	0.04%	0.00%
Funds	375,200	–	–	375,200	0.00%	0.00%
	722,414	(150)	–	722,264		
<b>Total</b>		(390)	(2,611)			
<b>Percentage of Fund average net assets</b>		0.04%	0.26%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.15% (2020: 0.21%). 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 six months ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Income shares	Group 1	1.8362	–	1.8362	1.6433
	Group 2	1.2676	0.5686	1.8362	1.6433
Class 2 Income shares	Group 1	2.9762	–	2.9762	2.6582
	Group 2	1.5559	1.4203	2.9762	2.6582
Class 3 Income shares	Group 1	4.1891	–	4.1891	3.7224
	Group 2	2.2135	1.9756	4.1891	3.7224
Class 4 Income shares	Group 1	2.0280	–	2.0280	1.7990
	Group 2	2.0280	0.0000	2.0280	1.7990

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	3.6660	–	3.6660	3.1510
	Group 2	2.8376	0.8284	3.6660	3.1510
Class 2 Accumulation shares	Group 1	4.5233	–	4.5233	3.8803
	Group 2	2.5575	1.9658	4.5233	3.8803
Class 3 Accumulation shares	Group 1	7.4954	–	7.4954	6.3972
	Group 2	6.2090	1.2864	7.4954	6.3972

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.



## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the six months ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	1.6041	–	1.6041	1.4938
	Group 2	1.1816	0.4225	1.6041	1.4938
Class 2 Income shares	Group 1	2.5978	–	2.5978	2.4141
	Group 2	1.5220	1.0758	2.5978	2.4141
Class 3 Income shares	Group 1	3.6487	–	3.6487	3.3727
	Group 2	2.8868	0.7619	3.6487	3.3727
Class 4 Income shares	Group 1	1.7700	–	1.7700	1.6300
	Group 2	1.7700	0.0000	1.7700	1.6300

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Accumulation shares	Group 1	3.1490	–	3.1490	2.8100
	Group 2	1.5154	1.6336	3.1490	2.8100
Class 2 Accumulation shares	Group 1	3.8822	–	3.8822	3.4572
	Group 2	2.3894	1.4928	3.8822	3.4572
Class 3 Accumulation shares	Group 1	6.4192	–	6.4192	5.6867
	Group 2	3.9241	2.4951	6.4192	5.6867

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

## Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

# AVIVA INVESTORS UK LISTED EQUITY UNCONSTRAINED FUND

## INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of UK companies.

## INVESTMENT POLICY

### Core investment

At least 80% of the Fund will be invested in shares of UK companies, and non-UK companies which are listed in the UK or which have significant trading activities in the UK.

### Other investments

The Fund may also invest in shares of unlisted companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

### Strategy

The Fund is actively managed with an unconstrained investment style, allowing the Investment Manager the freedom to invest in selected companies of any size, and at any stage of the business cycle. This will include investing in market leading and mature companies with the potential for superior earnings growth and sustainable dividends respectively, as well as identifying companies which are out of favour at a particular point in time, but where there is a specific opportunity for the company's value to increase in the future.

### Environmental, Social and Governance (ESG) factors

ESG factors are integrated into the investment process and 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 the 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's performance is compared against the FTSE® All Share Index (the "Index").

The Fund's investment process is not constrained by the Index, so it will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. However, as the Fund is unconstrained by the range, it could operate outside of it and the Investment Manager has discretion on how best to position the Fund in seeking to achieve its outcome. Therefore the Fund's returns could be very similar to or very different from the Index.

FTSE® All Share Index represents the performance of all eligible companies listed on the London Stock Exchange, and 98% of the UK's market capitalisation (total market value of a company's outstanding shares).

The benchmark index has been selected for performance and risk measurement as the Fund's portfolio will be constructed by investing in shares included within the Index, and it is therefore an appropriate comparator for the Fund's performance.

## FUND MANAGER'S REPORT

### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors UK Listed Equity Unconstrained Fund delivered a total return of 54.69% (share class 1), net of fees. The Fund's benchmark, the FTSE® All Share Index, returned 28.15% over the same period.

The tracking error at the year end was 4.52%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

### Review

The Fund posted strong absolute and relative returns over the twelve month review period.

Relative to its benchmark, the Fund was overweight in financials, consumer staples, consumer discretionary, telecommunications and underweight in industrials, healthcare, energy and basic materials. The main contribution to returns came from holdings in the financials sector, where the leading position was the overweighting of Barclays. The banking giant, which is geared positively into the recovering UK economy, rallied after posting significantly above-expectations profits for the first half of the year. Other positive impacts on the share price were the announcement of a share buy-back, the resumption of dividend payments and a rise in government bond yields. The top performer overall was media company Future, which continued to deliver revenue growth ahead of expectations, leading to further earnings upgrades.

The underweight position in Unilever added value as the consumer staples company suffered on fears that rising inflation would cut into profit margins. The underweighting of pharmaceuticals multinational AstraZeneca also contributed. The company performed poorly as the Covid-19 vaccine hype lessened and fears of a relationship between the firm's vaccine and blood clots grew. The overweight position in industrials weighed on performance a little, while the lack of exposure to commodity companies such as Glencore also detracted.

Towards the end of the period we started a position in EasyJet after a significant price fall following its recapitalisation. We believe the airline is now in a sound financial position to take share in a recovering market. Sainsbury's was sold after a marked share price increase mainly due to a bid by Morrison's. The position in information and analytics company RELX was also exited after strong performance.

### Outlook

Investor sentiment remains supported by the recovery in economic growth as restrictions ease and vaccination levels climb well above 80% for the UK's adult population. Additionally, new case levels of Covid, related hospitalisations and deaths appear to be levelling off.

The waters are muddied by the growing spectre of inflation. The inflation rate has been at, or above, the Bank of England (BoE)'s 2% target for four consecutive months and appears to be heading higher. Some members of the central bank's Monetary Policy Committee have signalled that policy may need to be tightened – a view that Governor Bailey no longer denies.

## AVIVA INVESTORS UK LISTED EQUITY UNCONSTRAINED FUND (CONTINUED)

There are other issues simmering in the background that could become major headwinds for the market: the fractious relationship with the EU; union-backed strikes and demonstrations over employee terms and conditions; geopolitical worries; contagion from Chinese real estate developer Evergrande's likely default. However, for the time being at least, the market appears to be underpinned by an economic recovery which should continue to unfold into next year, a new wave of Covid infections notwithstanding.

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook (continued)

We continue to look to the recovery and focus on picking winners within industries. This is complemented by Fund positions in cash generative businesses at attractive valuations.

November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 59 and 60 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	10.65	10.84	11.40	16.75
31.12.16 to 31.12.17	13.88	14.08	14.64	13.10
31.12.17 to 31.12.18	-12.13	-11.98	-11.52	-9.50
31.12.18 to 31.12.19	22.20	22.50	23.10	19.20
31.12.19 to 31.12.20	0.90	1.10	1.60	-9.80

\* Benchmark – FTSE\* All Share Index.

#### Performance History – Accumulation Shares

Calendar year	Share Class 2 %	Benchmark* %
31.12.15 to 31.12.16	10.84	16.75
31.12.16 to 31.12.17	14.08	13.10
31.12.17 to 31.12.18	-11.97	-9.50
31.12.18 to 31.12.19	22.50	19.20
31.12.19 to 31.12.20	1.10	-9.80

\* Benchmark – FTSE\* All Share Index.

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.

#### Material Portfolio Changes

Purchases	Sales
Associated British Foods	Future
Unilever	Prudential
Phoenix Group Holdings	Barclays
BP	Land Securities Group, REIT
Vodafone Group	Mitie Group
Future	Standard Chartered
Standard Chartered	Natwest Group
BAE Systems	J Sainsbury
Compass Group	Imperial Brands
HSBC Holdings	BT Group

#### Synthetic Risk and Reward Indicator



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

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

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	99.70	115.18	115.94
Return before operating charges <sup>†</sup>	57.74	(12.57)	4.91
Operating charges	(1.39)	(1.08)	(1.18)
Return after operating charges <sup>†</sup>	56.35	(13.65)	3.73
Distributions	(4.06)	(1.83)	(4.49)
Closing net asset value per share	151.99	99.70	115.18
<sup>†</sup> after direct transaction costs of	(0.60)	(0.69)	(0.59)
<b>Performance</b>			
Return after charges (%)	56.52%	(11.85)%	3.22%
<b>Other information</b>			
Closing net asset value (£000)	175,743	120,262	139,797
Closing number of shares	115,624,922	120,629,097	121,368,791
Operating charges (%) <sup>†</sup>	1.00%	1.00%	1.00%
Direct transaction costs (%) <sup>#</sup>	0.43%	0.64%	0.50%
<b>Prices<sup>®</sup></b>			
Highest share price	155.79	130.71	126.66
Lowest share price	96.91	68.55	107.07

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	122.18	141.19	142.12
Return before operating charges <sup>†</sup>	70.80	(15.43)	6.02
Operating charges	(1.40)	(1.09)	(1.18)
Return after operating charges <sup>†</sup>	69.40	(16.52)	4.84
Distributions	(5.28)	(2.49)	(5.77)
Closing net asset value per share	186.30	122.18	141.19
<sup>†</sup> after direct transaction costs of	(0.73)	(0.85)	(0.72)
<b>Performance</b>			
Return after charges (%)	56.80%	(11.70)%	3.41%
<b>Other information</b>			
Closing net asset value (£000)	17,706	12,463	22,058
Closing number of shares	9,503,991	10,200,774	15,622,217
Operating charges (%) <sup>†</sup>	0.82%	0.82%	0.82%
Direct transaction costs (%) <sup>#</sup>	0.43%	0.64%	0.50%
<b>Prices<sup>®</sup></b>			
Highest share price	191.05	160.28	155.40
Lowest share price	118.77	84.09	131.29

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	260.09	294.08	284.67
Return before operating charges <sup>†</sup>	150.95	(31.70)	11.78
Operating charges	(3.00)	(2.29)	(2.37)
Return after operating charges <sup>†</sup>	147.95	(33.99)	9.41
Distributions	(11.33)	(5.19)	(11.66)
Retained distributions on accumulation shares	11.33	5.19	11.66
Closing net asset value per share	408.04	260.09	294.08
<sup>†</sup> after direct transaction costs of	(1.57)	(1.78)	(1.45)
<b>Performance</b>			
Return after charges (%)	56.88%	(11.56)%	3.31%
<b>Other information</b>			
Closing net asset value (£000)	18,716	13,406	22,184
Closing number of shares	4,586,933	5,154,414	7,543,844
Operating charges (%) <sup>†</sup>	0.82%	0.82%	0.82%
Direct transaction costs (%) <sup>#</sup>	0.43%	0.64%	0.50%
<b>Prices<sup>®</sup></b>			
Highest share price	411.74	333.83	313.75
Lowest share price	252.80	175.14	262.96

## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 p per share	2019 p per share
<b>Class 3 Income shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	197.53	228.46	229.91
Return before operating charges <sup>‡</sup>	114.62	(25.15)	9.82
Operating charges	(0.89)	(0.68)	(0.75)
Return after operating charges <sup>‡</sup>	113.73	(25.83)	9.07
Distributions	(9.94)	(5.10)	(10.52)
Closing net asset value per share	301.32	197.53	228.46
<sup>‡</sup> after direct transaction costs of	(1.18)	(1.36)	(1.16)
<b>Performance</b>			
Return after charges (%)	57.58%	(11.31)%	3.95%
<b>Other information</b>			
Closing net asset value (£000)	6,928	5,207	6,105
Closing number of shares	2,299,242	2,635,763	2,672,209
Operating charges (%) <sup>‡</sup>	0.32%	0.32%	0.32%
Direct transaction costs (%) <sup>#</sup>	0.43%	0.64%	0.50%
<b>Prices<sup>≈</sup></b>			
Highest share price	309.50	259.60	252.03
Lowest share price	192.06	136.35	212.61

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 1	1.00%	1.00%
Class 2	0.82%	0.82%
Class 3	0.32%	0.32%

\* 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. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 97.90% (99.74%)</b>				
<b>Communication Services 6.15% (8.58%)</b>				
<b>Diversified Telecommunication Services 0.46% (2.42%)</b>				
BT Group	GBP	731,869	1,017	0.46
			1,017	0.46
<b>Entertainment 0.00% (0.45%)</b>				
<b>Interactive Media &amp; Services 0.00% (1.02%)</b>				
<b>Media 1.51% (3.23%)</b>				
Euromoney Institutional Investor	GBP	118,995	1,273	0.58
Future	GBP	57,076	2,034	0.93
			3,307	1.51
<b>Wireless Telecommunication Services 4.18% (1.46%)</b>				
Vodafone Group	GBP	8,329,241	9,156	4.18
			9,156	4.18
<b>Communication Services total</b>			<b>13,480</b>	<b>6.15</b>
<b>Consumer Discretionary 10.15% (14.50%)</b>				
<b>Distributors 0.00% (2.35%)</b>				
<b>Hotels, Restaurants &amp; Leisure 5.34% (4.52%)</b>				
888 Holdings	GBP	1,719,857	6,786	3.10
Compass Group	GBP	332,450	4,924	2.24
			11,710	5.34
<b>Household Durables 4.81% (7.63%)</b>				
Barratt Developments	GBP	338,420	2,311	1.06
Bellway	GBP	236,835	8,012	3.66
DFS Furniture	GBP	76,840	206	0.09
			10,529	4.81
<b>Consumer Discretionary total</b>			<b>22,239</b>	<b>10.15</b>
<b>Consumer Staples 19.37% (16.62%)</b>				
<b>Beverages 1.68% (2.25%)</b>				
Britvic	GBP	112,342	1,009	0.46
Coca-Cola HBC	GBP	106,692	2,683	1.22
			3,692	1.68
<b>Food &amp; Staples Retailing 4.61% (7.14%)</b>				
Tesco	GBP	3,780,104	10,095	4.61
			10,095	4.61
<b>Food Products 4.71% (0.00%)</b>				
Associated British Foods	GBP	572,026	10,317	4.71
			10,317	4.71
<b>Personal Products 3.80% (0.00%)</b>				
Unilever	GBP	218,792	8,338	3.80
			8,338	3.80
<b>Tobacco 4.57% (7.23%)</b>				
British American Tobacco	GBP	343,089	8,910	4.07
Imperial Brands	GBP	69,998	1,094	0.50
			10,004	4.57
<b>Consumer Staples total</b>			<b>42,446</b>	<b>19.37</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Energy 8.92% (4.17%)</b>				
<b>Energy Equipment &amp; Services 0.00% (0.60%)</b>				
<b>Oil, Gas &amp; Consumable Fuels 8.92% (3.57%)</b>				
BP	GBP	2,323,037	8,430	3.85
Royal Dutch Shell 'B'	GBP	620,321	11,121	5.07
			19,551	8.92
<b>Energy total</b>			<b>19,551</b>	<b>8.92</b>
<b>Financials 28.73% (31.56%)</b>				
<b>Banks 13.36% (15.67%)</b>				
Barclays	GBP	3,132,105	6,175	2.82
HSBC Holdings	GBP	2,488,313	10,776	4.92
NatWest Group	GBP	663,085	1,535	0.70
Standard Chartered	GBP	2,193,097	10,790	4.92
			29,276	13.36
<b>Capital Markets 0.00% (0.05%)</b>				
<b>Diversified Financial Services 1.61% (3.43%)</b>				
M&G	GBP	1,760,669	3,525	1.61
			3,525	1.61
<b>Insurance 9.95% (6.86%)</b>				
Beazley	GBP	664,705	2,539	1.16
Conduit Holdings	GBP	733,260	3,336	1.52
Lancashire Holdings	GBP	591,935	3,336	1.52
Legal & General Group	GBP	848,102	2,390	1.09
Phoenix Group Holdings	GBP	1,540,827	10,200	4.66
			21,801	9.95
<b>Thriffs &amp; Mortgage Finance 3.81% (5.55%)</b>				
OSB Group	GBP	797,337	4,058	1.85
Paragon Banking Group	GBP	790,034	4,290	1.96
			8,348	3.81
<b>Financials total</b>			<b>62,950</b>	<b>28.73</b>
<b>Health Care 5.68% (3.74%)</b>				
<b>Pharmaceuticals 5.68% (3.74%)</b>				
AstraZeneca	GBP	54,838	4,807	2.19
GlaxoSmithKline	GBP	549,617	7,641	3.49
			12,448	5.68
<b>Health Care total</b>			<b>12,448</b>	<b>5.68</b>
<b>Industrials 8.51% (8.92%)</b>				
<b>Aerospace &amp; Defense 2.49% (0.00%)</b>				
BAE Systems	GBP	742,913	4,434	2.02
QinetiQ Group	GBP	341,119	1,020	0.47
			5,454	2.49
<b>Airlines 0.56% (1.35%)</b>				
easyJet	GBP	189,825	1,222	0.56
			1,222	0.56
<b>Commercial Services &amp; Supplies 0.00% (3.33%)</b>				
<b>Construction &amp; Engineering 3.73% (0.86%)</b>				
Kier Group	GBP	6,955,626	8,180	3.73
			8,180	3.73



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Professional Services 0.24% (1.94%)</b>				
Hays	GBP	318,924	535	0.24
			535	0.24
<b>Road &amp; Rail 0.88% (1.44%)</b>				
Go-Ahead Group	GBP	239,664	1,924	0.88
			1,924	0.88
<b>Trading Companies &amp; Distributors 0.61% (0.00%)</b>				
Travis Perkins	GBP	85,992	1,333	0.61
			1,333	0.61
<b>Industrials total</b>			<b>18,648</b>	<b>8.51</b>
<b>Information Technology 1.58% (0.76%)</b>				
<b>IT Services 1.58% (0.76%)</b>				
NCC Group	GBP	1,349,004	3,460	1.58
			3,460	1.58
<b>Information Technology total</b>			<b>3,460</b>	<b>1.58</b>
<b>Investment Funds 0.57% (0.40%)</b>				
<b>Investment Companies 0.57% (0.40%)</b>				
Sherborne Investors Guernsey C	GBP	2,042,321	1,236	0.57
			1,236	0.57
<b>Investment Funds total</b>			<b>1,236</b>	<b>0.57</b>
<b>Materials 8.24% (6.58%)</b>				
<b>Chemicals 0.92% (1.38%)</b>				
Johnson Matthey	GBP	73,730	2,010	0.92
			2,010	0.92
<b>Metals &amp; Mining 7.32% (5.20%)</b>				
Anglo American	GBP	257,972	7,536	3.44
BHP Group	GBP	307,788	6,165	2.81
Rio Tinto	GBP	46,178	2,336	1.07
			16,037	7.32
<b>Materials total</b>			<b>18,047</b>	<b>8.24</b>
<b>Real Estate 0.00% (3.91%)</b>				
Equity Real Estate Investment Trusts (REITs) 0.00% (3.91%)				
<b>Equities total</b>			<b>214,505</b>	<b>97.90</b>
<b>Liquidity Funds 2.97% (3.63%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	6,500,000	6,500	2.97
<b>Liquidity Funds total</b>			<b>6,500</b>	<b>2.97</b>
Investment assets			221,005	100.87
Net other liabilities			(1,912)	(0.87)
<b>Net assets</b>			<b>219,093</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

† A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		77,599		(24,971)
Revenue	3	7,977		4,693	
Expenses	4	(1,934)		(1,603)	
Net revenue before taxation		6,043		3,090	
Taxation	5	–		(81)	
Net revenue after taxation			6,043		3,009
<b>Total return before distributions</b>			<b>83,642</b>		<b>(21,962)</b>
Distributions	6		(6,043)		(3,009)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>77,599</b>		<b>(24,971)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>151,338</b>		<b>190,144</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	15,959		12,321	
Amounts payable on cancellation of shares	(26,332)		(26,448)	
		(10,373)		(14,127)
Change in net assets attributable to shareholders from investment activities (see above)		77,599		(24,971)
Retained distribution on accumulation shares		528		286
Unclaimed distributions		1		6
<b>Closing net assets attributable to shareholders</b>		<b>219,093</b>		<b>151,338</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	221,005	156,444
<b>Current assets:</b>			
Debtors	8	2,465	820
Cash and bank balances	9	83	4
<b>Total assets</b>		<b>223,553</b>	<b>157,268</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Distribution payable		(3,127)	(1,101)
Other creditors	10	(1,333)	(4,829)
<b>Total liabilities</b>		<b>(4,460)</b>	<b>(5,930)</b>
<b>Net assets attributable to shareholders</b>		<b>219,093</b>	<b>151,338</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Currency losses	(1)	(52)
Non-derivative securities gains/(losses)	77,600	(24,919)
<b>Net capital gains/(losses)</b>	<b>77,599</b>	<b>(24,971)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	1
Interest on debt securities	–	31
Overseas dividends	389	336
Property income distributions	160	–
Stock lending commission*	31	1
UK dividends	7,397	4,324
<b>Total revenue</b>	<b>7,977</b>	<b>4,693</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,933	1,601
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	1	2
<b>Total expenses</b>	<b>1,934</b>	<b>1,603</b>

The audit fee was £9,833 (2020: £9,455). The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	–	81
<b>Total current tax (see note 5b)</b>	<b>–</b>	<b>81</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>6,043</b>	<b>3,090</b>
Corporation tax at 20%	1,209	618
<b>Effects of:</b>		
Movement in excess management expenses	348	314
Overseas dividends not subject to corporation tax	(78)	(67)
Overseas tax suffered	–	81
UK dividends not subject to corporation tax	(1,479)	(865)
<b>Current tax charge (see note 5a)</b>	<b>–</b>	<b>81</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £54,772,800 (2020: £53,030,446) creating a potential deferred tax asset of £10,954,560 (2020: £10,606,089). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Interim distribution	2,564	1,701
Final distribution	3,427	1,215
	5,991	2,916
Add: Revenue deducted on cancellation of shares	140	149
Deduct: Revenue received on issue of shares	(88)	(56)
<b>Total distributions</b>	<b>6,043</b>	<b>3,009</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	6,043	3,009
<b>Net revenue after taxation</b>	<b>6,043</b>	<b>3,009</b>

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

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	Assets at 15.10.21 £000	Assets at 15.10.20 £000
Level 1: Quoted prices	214,505	150,944
Level 2: Observable market data	6,500	5,500
<b>Total value</b>	<b>221,005</b>	<b>156,444</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	536	312
Amounts receivable on issue of shares	340	–
Income tax recoverable	32	–
Sales awaiting settlement	1,557	508
<b>Total debtors</b>	<b>2,465</b>	<b>820</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	83	4
<b>Total cash and bank balances</b>	<b>83</b>	<b>4</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	252	184
Amounts payable for cancellation of shares	255	226
Purchases awaiting settlement	826	4,419
<b>Total other creditors</b>	<b>1,333</b>	<b>4,829</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £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.

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 Fund Management Fee are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee was £251,660 (2020: £184,440). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £374,632 (2020: £216,582). The amount outstanding at the year end was £209,839 (2020: £90,502). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £103,300,000 (2020: £119,000,000) and £102,300,000 (2020: £119,500,000) respectively. The income received during the year amounted to £672 (2020: £30,530).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 1 Income shares)	912	16	896
ACD and related parties (Class 2 Income shares)	631,127	(123,804)	754,931
ACD and related parties (Class 3 Income shares)	2,299,242	(336,521)	2,635,763
ACD and related parties (Class 2 Accumulation shares)	920,793	(170,086)	1,090,879

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.00%

Class 2: 0.82%

Class 3: 0.32%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 59 and 60. The distributions per share are given in the distribution tables on page 72. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	120,629,097	3,066,599	(8,013,447)	(57,327)	115,624,922
Class 2 Income shares	10,200,774	2,172,098	(2,899,189)	30,308	9,503,991
Class 3 Income shares	2,635,763	124,046	(460,567)	–	2,299,242
Class 2 Accumulation shares	5,154,414	1,992,918	(2,568,127)	7,728	4,586,933

## 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 7 and 8.

#### 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 (2020: £nil).

#### Currency risk

At the year end date, 0.02% (2020: 0.05%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

#### Interest rate risk

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

At the year end date 3.00% (2020: 3.64%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

#### Market price risk

At the year end date, 100.87% (2020: 103.37%) 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 10.09% (2020: 10.34%).

### 16 Stock lending

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

### 17 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Equities	(159,673)	(68)	(723)	(160,464)	0.04%	0.45%
	(159,673)	(68)	(723)	(160,464)		
<b>Sales</b>						
Equities	174,592	(89)	–	174,503	0.05%	0.00%
	174,592	(89)	–	174,503		
<b>Total</b>		(157)	(723)			
<b>Percentage of Fund average net assets</b>		0.08%	0.35%			



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 17 Direct transaction costs (continued)

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases</b>						
Equities	(192,392)	(81)	(910)	(193,383)	0.04%	0.47%
Funds	(119,000)	–	–	(119,000)	0.00%	0.00%
	(311,392)	(81)	(910)	(312,383)		
<b>Sales</b>						
Equities	204,429	(88)	–	204,341	0.04%	0.00%
Funds	119,500	–	–	119,500	0.00%	0.00%
	323,929	(88)	–	323,841		
<b>Total</b>		(169)	(910)			
<b>Percentage of Fund average net assets</b>		0.10%	0.54%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.10% (2020: 0.18%). 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 six months ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Income shares	Group 1	2.3419	–	2.3419	0.7746
	Group 2	1.7446	0.5973	2.3419	0.7746
Class 2 Income shares	Group 1	3.0372	–	3.0372	1.0598
	Group 2	2.4085	0.6287	3.0372	1.0598
Class 3 Income shares	Group 1	5.6688	–	5.6688	2.2116
	Group 2	4.9418	0.7270	5.6688	2.2116

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 2 Accumulation shares	Group 1	6.5498	–	6.5498	2.2186
	Group 2	4.3663	2.1835	6.5498	2.2186

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## Interim distribution paid in pence per share for the six months ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	1.7186	–	1.7186	1.0590
	Group 2	1.0559	0.6627	1.7186	1.0590
Class 2 Income shares	Group 1	2.2449	–	2.2449	1.4261
	Group 2	0.6189	1.6260	2.2449	1.4261
Class 3 Income shares	Group 1	4.2691	–	4.2691	2.8841
	Group 2	3.4218	0.8473	4.2691	2.8841

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 2 Accumulation shares	Group 1	4.7825	–	4.7825	2.9689
	Group 2	2.1873	2.5952	4.7825	2.9689

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

## 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS UK LISTED SMALL AND MID-CAP FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of small and medium sized UK companies.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in shares of small and medium-sized UK companies (incorporated or domiciled in the UK), or non-UK small and medium-sized companies which are listed in the UK or which have significant trading activities in the UK.

#### Other investments

The Fund may also invest in shares of unlisted companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

#### Strategy

The Fund is actively managed, and the Investment Manager will invest in small and medium sized companies that are deemed to be undervalued by the market, irrespective of style implications. This approach concentrates on companies that are considered to have growth, quality or recovery characteristics. Growth can come from being in a growing sector, gaining market share, or as a result of industry consolidation. Quality can be defined as companies with market leading products or services, with the potential for stable profits and strong cash generation. A company's potential for recovery could be as a result of management change, or a change in strategic direction.

#### Environmental, Social and Governance (ESG) factors

ESG factors are integrated into the investment process and 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's performance is compared against the FTSE® 250 ex Investment Trusts (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it. This may include investing up to 20% of the Fund in companies listed on the Alternative Investment Market (AIM) All Share Index, whilst no more than 20% of the Fund can be invested in companies listed on the FTSE® 100 Index.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index is currently comprised of approximately 200 medium sized UK companies, as determined by their market capitalisation (total market value of a company's outstanding shares). The companies included on this Index have a market capitalisation between approximately £200 million and £5.5 billion. We define small and medium-sized as having a market capitalisation below £5.5 billion and this includes those listed on the FTSE® 250 Index, the FTSE® Small Cap Index and the AIM All Share Index.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors UK Listed Small and Mid-Cap Fund delivered a total return of 41.64% (share class 1) net of fees. The Fund's benchmark, the FTSE® 250 ex Investment Trust (the "Index"), returned 36.98% over the same period.

The tracking error at the year end was 4.96%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund enjoyed strong absolute returns over the period and outperformed its benchmark. The Fund was heavily overweight in the consumer discretionary sector and heavily underweight in the financials and real estate sectors. These positions, together with an underweighting of telecommunications companies, all boosted relative performance.

At the stock level, two of the Fund's largest holdings, Next Fifteen Communications and media company Future, were among the top contributors. Both companies continued to deliver revenue growth ahead of expectations, leading to further earnings upgrades. Next Fifteen was also boosted by the announcement that it had acquired marketing company Shopper Media Group in early April 2021. The Fund's overweight position in home builder Bovis Homes and technology solutions provider Bytes Technology, which underwent a successful initial public offering, also contributed. Meanwhile, having no holdings in British postal service Royal Mail detracted.

A new position was started in Hill & Smith Holdings, a supplier of safety equipment to the UK and US road and utility markets. We like the new management's strategic focus on restructuring and return-on-capital-employed expansion. The US infrastructure bill could provide a tailwind to US organic growth over the coming years.

We increased position sizes, reflecting our increased conviction, in QinetiQ, Just Group, Bellway and Coats Group. Future, Countryside Properties and Inchcape were trimmed on valuation grounds.

## AVIVA INVESTORS UK LISTED SMALL AND MID-CAP FUND (CONTINUED)

## FUND MANAGER'S REPORT (CONTINUED)

**Outlook**

Investor sentiment remains supported by the recovery in economic growth as restrictions ease and vaccination levels climb well above 80% for the UK's adult population. Additionally, new case levels of Covid, related hospitalisations and deaths appear to be levelling off.

The waters are muddied by the prospect of rising inflation. The inflation rate has been at, or above, the Bank of England's (BoE) 2% target for four consecutive months and appears to be heading higher. Some members of the central bank's Monetary Policy Committee have signalled that policy may need to be tightened – a view that Governor Andrew Bailey no longer denies.

There are other issues simmering in the background that could become headwinds for the market but, for the time being at least, the market appears to be underpinned by an economic recovery that should continue to unfold into next year, a new wave of Covid infections notwithstanding.

We believe small and mid-cap companies offer compelling capital performance potential, given the access to structural growth drivers at industry and company level rather than just top-down macroeconomic factors, and because relatively less research means more mispricing opportunities. Historically, small and mid-cap companies have outperformed during the two years of a post-recession recovery.

November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 76 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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**Performance History – Accumulation Shares**

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark** %
31.12.15 to 31.12.16	5.97	6.15	6.68	16.75
31.12.16 to 31.12.17	20.28	20.48	21.08	13.10
31.12.17 to 31.12.18	-12.26	-12.11	-11.67	-9.50
31.12.18 to 31.12.19	32.20	32.90	33.50	30.80
31.12.19 to 31.12.20	2.10	2.30	2.80	-8.50

\* Benchmark – FTSE\* 250 ex Investment Trust.

# This Fund changed its benchmark on 2 January 2019, prior to this the benchmark was the FTSE\* All Share Index, and therefore the performance shown relates to this Benchmark

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.

**Material Portfolio Changes**

Purchases	Sales
Just Group	B&M European Value Retail
Chemring Group	UDG Healthcare
QinetiQ Group	William Hill
ASOS	Signature Aviation
Spire Healthcare Group	GoCo Group
Bytes Technology Group	Countryside Properties
Hill & Smith Holdings	IMImobile
Coats Group	Fevertree Drinks
Watkin Jones	Future
THG Holdings	Next Fifteen Communications Group

**Synthetic Risk and Reward Indicator**

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

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

## COMPARATIVE TABLES

	2021 p per share	2020 p per share	2019 p per share
<b>Class 1 Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	194.08	204.34	182.59
Return before operating charges <sup>†</sup>	86.45	(8.34)	23.65
Operating charges	(2.55)	(1.92)	(1.90)
Return after operating charges <sup>†</sup>	83.90	(10.26)	21.75
Distributions	(2.21)	(0.23)	(3.24)
Retained distributions on accumulation shares	2.21	0.23	3.24
Closing net asset value per share	277.98	194.08	204.34
<sup>†</sup> after direct transaction costs of	(0.36)	(0.42)	(0.49)
<b>Performance</b>			
Return after charges (%)	43.23%	(5.02)%	11.91%
<b>Other information</b>			
Closing net asset value (£000)	189,093	138,290	151,794
Closing number of shares	68,023,148	71,252,847	74,283,611
Operating charges (%) <sup>‡</sup>	1.00%	1.00%	1.00%
Direct transaction costs (%) <sup>#</sup>	0.14%	0.22%	0.26%
<b>Prices<sup>≈</sup></b>			
Highest share price	299.40	230.57	205.62
Lowest share price	189.26	123.59	170.16

	2021 p per share	2020 p per share	2019 p per share
<b>Class 2 Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	295.67	310.77	277.22
Return before operating charges <sup>†</sup>	131.80	(12.67)	35.95
Operating charges	(3.27)	(2.43)	(2.40)
Return after operating charges <sup>†</sup>	128.53	(15.10)	33.55
Distributions	(4.03)	(0.61)	(5.41)
Retained distributions on accumulation shares	4.03	0.61	5.41
Closing net asset value per share	424.20	295.67	310.77
<sup>†</sup> after direct transaction costs of	(0.55)	(0.64)	(0.75)
<b>Performance</b>			
Return after charges (%)	43.47%	(4.86)%	12.10%
<b>Other information</b>			
Closing net asset value (£000)	22,578	11,806	12,852
Closing number of shares	5,322,490	3,993,177	4,135,647
Operating charges (%) <sup>‡</sup>	0.83%	0.83%	0.83%
Direct transaction costs (%) <sup>#</sup>	0.14%	0.22%	0.26%
<b>Prices<sup>≈</sup></b>			
Highest share price	456.80	350.78	312.67
Lowest share price	288.35	188.09	258.43

	2021 p per share	2020 p per share	2019 p per share
<b>Class 3 Income shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	270.80	285.22	258.92
Return before operating charges <sup>†</sup>	120.76	(11.92)	33.58
Operating charges	(1.18)	(0.89)	(0.89)
Return after operating charges <sup>†</sup>	119.58	(12.81)	32.69
Distributions	(5.47)	(1.61)	(6.39)
Closing net asset value per share	384.91	270.80	285.22
<sup>†</sup> after direct transaction costs of	(0.50)	(0.59)	(0.70)
<b>Performance</b>			
Return after charges (%)	44.16%	(4.49)%	12.63%
<b>Other information</b>			
Closing net asset value (£000)	13,708	9,921	11,760
Closing number of shares	3,561,283	3,663,456	4,122,967
Operating charges (%) <sup>‡</sup>	0.33%	0.33%	0.33%
Direct transaction costs (%) <sup>#</sup>	0.14%	0.22%	0.26%
<b>Prices<sup>≈</sup></b>			
Highest share price	417.98	322.30	290.28
Lowest share price	264.17	173.01	241.64

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> 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	15.10.21	15.10.20
Class 1	1.00%	1.00%
Class 2	0.83%	0.83%
Class 3	0.33%	0.33%

\* 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. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 98.19% (99.30%)</b>				
<b>Communication Services 14.34% (14.16%)</b>				
<b>Media 14.34% (14.16%)</b>				
4imprint Group	GBP	110,218	3,307	1.47
Euromoney Institutional Investor	GBP	436,727	4,673	2.07
Future	GBP	319,020	11,370	5.04
Next Fifteen Communications Group <sup>#</sup>	GBP	661,661	7,741	3.44
YouGov <sup>#</sup>	GBP	424,317	5,219	2.32
			32,310	14.34
<b>Communication Services total</b>			<b>32,310</b>	<b>14.34</b>
<b>Consumer Discretionary 24.90% (31.95%)</b>				
<b>Distributors 2.90% (1.68%)</b>				
Inchcape	GBP	808,336	6,548	2.90
			6,548	2.90
<b>Hotels, Restaurants &amp; Leisure 4.26% (5.50%)</b>				
888 Holdings	GBP	1,320,635	5,211	2.31
Trainline	GBP	1,327,970	4,393	1.95
			9,604	4.26
<b>Household Durables 7.71% (7.53%)</b>				
Bellway	GBP	193,793	6,556	2.91
Countryside Properties	GBP	274,608	1,313	0.58
Redrow	GBP	570,143	3,871	1.72
Vistry Group	GBP	477,190	5,633	2.50
			17,373	7.71
<b>Internet &amp; Direct Marketing Retail 1.93% (5.14%)</b>				
ASOS <sup>#</sup>	GBP	96,134	2,304	1.02
THG Holdings	GBP	679,703	2,056	0.91
			4,360	1.93
<b>Multiline Retail 0.00% (3.79%)</b>				
<b>Specialty Retail 5.78% (6.60%)</b>				
Halfords Group	GBP	967,005	2,829	1.26
Pets at Home Group	GBP	964,074	4,583	2.03
Superdry	GBP	477,518	1,213	0.54
WH Smith	GBP	267,420	4,398	1.95
			13,023	5.78
<b>Textiles, Apparel &amp; Luxury Goods 2.32% (1.71%)</b>				
Coats Group	GBP	7,850,990	5,221	2.32
			5,221	2.32
<b>Consumer Discretionary total</b>			<b>56,129</b>	<b>24.90</b>
<b>Consumer Staples 2.30% (3.07%)</b>				
<b>Beverages 2.30% (3.07%)</b>				
Britvic	GBP	577,894	5,190	2.30
			5,190	2.30
<b>Consumer Staples total</b>			<b>5,190</b>	<b>2.30</b>
<b>Energy 1.18% (2.12%)</b>				
<b>Energy Equipment &amp; Services 0.00% (0.69%)</b>				
<b>Oil, Gas &amp; Consumable Fuels 1.18% (1.43%)</b>				
Cairn Energy	GBP	1,379,890	2,656	1.18
			2,656	1.18
<b>Energy total</b>			<b>2,656</b>	<b>1.18</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Financials 7.82% (8.77%)</b>				
<b>Banks 0.81% (1.64%)</b>				
Standard Chartered	GBP	371,288	1,827	0.81
			1,827	0.81
<b>Capital Markets 3.32% (4.99%)</b>				
IP Group	GBP	2,844,012	3,669	1.63
Sanne Group	GBP	422,998	3,819	1.69
			7,488	3.32
<b>Insurance 2.03% (0.78%)</b>				
Just Group	GBP	4,980,293	4,577	2.03
			4,577	2.03
<b>Thriffs &amp; Mortgage Finance 1.66% (1.36%)</b>				
Paragon Banking Group	GBP	688,256	3,737	1.66
			3,737	1.66
<b>Financials total</b>			<b>17,629</b>	<b>7.82</b>
<b>Health Care 5.99% (6.60%)</b>				
<b>Health Care Providers &amp; Services 2.07% (2.42%)</b>				
Spire Healthcare Group	GBP	2,009,669	4,662	2.07
			4,662	2.07
<b>Life Sciences Tools &amp; Services 1.35% (1.66%)</b>				
Clinigen Group <sup>#</sup>	GBP	426,292	2,639	1.17
Oxford Nanopore Technologies	GBP	66,177	410	0.18
			3,049	1.35
<b>Pharmaceuticals 2.57% (2.52%)</b>				
Dechra Pharmaceuticals	GBP	119,765	5,792	2.57
			5,792	2.57
<b>Health Care total</b>			<b>13,503</b>	<b>5.99</b>
<b>Industrials 20.56% (15.46%)</b>				
<b>Aerospace &amp; Defense 4.30% (0.00%)</b>				
Chemring Group	GBP	1,626,219	5,163	2.29
QinetiQ Group	GBP	1,509,245	4,516	2.01
			9,679	4.30
<b>Construction &amp; Engineering 4.35% (1.98%)</b>				
Kier Group	GBP	2,925,318	3,440	1.52
Morgan Sindall Group	GBP	268,921	6,374	2.83
			9,814	4.35
<b>Professional Services 6.70% (7.22%)</b>				
GlobalData <sup>#</sup>	GBP	160,195	2,203	0.98
Hays	GBP	3,881,685	6,506	2.88
Pagegroup	GBP	952,482	6,400	2.84
			15,109	6.70
<b>Trading Companies &amp; Distributors 5.21% (4.55%)</b>				
Electrocomponents	GBP	517,275	5,685	2.52
Howden Joinery Group	GBP	675,420	6,057	2.69
			11,742	5.21
<b>Transportation Infrastructure 0.00% (1.71%)</b>				
<b>Industrials total</b>			<b>46,344</b>	<b>20.56</b>



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Information Technology 6.78% (5.67%)</b>				
<b>IT Services 3.38% (3.19%)</b>				
Keywords Studios <sup>#</sup>	GBP	127,144	3,855	1.71
NCC Group	GBP	1,464,150	3,755	1.67
			7,610	3.38
<b>Software 3.40% (2.48%)</b>				
Blanco Technology Group <sup>#</sup>	GBP	1,263,148	3,032	1.35
Bytes Technology Group	GBP	891,377	4,626	2.05
			7,658	3.40
<b>Information Technology total</b>			<b>15,268</b>	<b>6.78</b>
<b>Investment Funds 0.00% (0.42%)</b>				
<b>Investment Companies 0.00% (0.42%)</b>				
<b>Materials 8.06% (5.16%)</b>				
<b>Chemicals 4.70% (3.83%)</b>				
Elementis	GBP	2,549,823	3,468	1.54
Synthomer	GBP	1,016,711	4,721	2.09
Zotefoams	GBP	668,039	2,412	1.07
			10,601	4.70
<b>Construction Materials 1.65% (1.33%)</b>				
Breedon Group <sup>#</sup>	GBP	3,858,811	3,720	1.65
			3,720	1.65
<b>Metals &amp; Mining 1.71% (0.00%)</b>				
Hill & Smith Holdings	GBP	219,841	3,847	1.71
			3,847	1.71
<b>Materials total</b>			<b>18,168</b>	<b>8.06</b>
<b>Real Estate 6.26% (5.92%)</b>				
<b>Equity Real Estate Investment Trusts (REITs) 4.50% (4.27%)</b>				
Capital & Counties Properties	GBP	1,514,505	2,406	1.07
Shaftesbury	GBP	390,600	2,385	1.06
UNITE Group	GBP	503,966	5,342	2.37
			10,133	4.50
<b>Real Estate Management &amp; Development 1.76% (1.65%)</b>				
Watkin Jones <sup>#</sup>	GBP	1,688,718	3,977	1.76
			3,977	1.76
<b>Real Estate total</b>			<b>14,110</b>	<b>6.26</b>
<b>Equities total</b>			<b>221,307</b>	<b>98.19</b>
<b>Liquidity Funds 1.60% (0.81%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP <sup>†</sup>	GBP	3,600,000	3,600	1.60
<b>Liquidity Funds total</b>			<b>3,600</b>	<b>1.60</b>
Investment assets			224,907	99.79
Net other assets			472	0.21
<b>Net assets</b>			<b>225,379</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

<sup>#</sup> Security traded on another regulated market<sup>†</sup> A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		66,663		(8,744)
Revenue	3	3,968		1,536	
Expenses	4	(1,966)		(1,531)	
Net revenue before taxation		2,002		5	
Taxation	5	(86)		(14)	
Net revenue/(expense) after taxation			1,916		(9)
<b>Total return before distributions</b>			<b>68,579</b>		<b>(8,753)</b>
Distributions	6		(1,916)		(261)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>66,663</b>		<b>(9,014)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>160,017</b>		<b>176,406</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	9,942		4,003	
Amounts payable on cancellation of shares	(12,956)		(11,567)	
		(3,014)		(7,564)
Change in net assets attributable to shareholders from investment activities (see above)		66,663		(9,014)
Retained distribution on accumulation shares		1,713		189
<b>Closing net assets attributable to shareholders</b>		<b>225,379</b>		<b>160,017</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	224,907	160,189
<b>Current assets:</b>			
Debtors	8	939	180
Cash and bank balances	9	189	115
<b>Total assets</b>		<b>226,035</b>	<b>160,484</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Distribution payable		(123)	(13)
Other creditors	10	(533)	(454)
<b>Total liabilities</b>		<b>(656)</b>	<b>(467)</b>
<b>Net assets attributable to shareholders</b>		<b>225,379</b>	<b>160,017</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Currency (losses)/gains	(6)	5
Non-derivative securities gains/(losses)	66,669	(8,749)
<b>Net capital gains/(losses)</b>	<b>66,663</b>	<b>(8,744)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Interest on debt securities	1	22
Overseas dividends	806	323
Property income distributions	93	21
Stock lending commission*	6	–
UK dividends	3,062	1,170
<b>Total revenue</b>	<b>3,968</b>	<b>1,536</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,964	1,530
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	2	1
<b>Total expenses</b>	<b>1,966</b>	<b>1,531</b>

The audit fee was £9,833 (2020: £9,455) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	86	14
<b>Total current tax (see note 5b)</b>	<b>86</b>	<b>14</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: higher) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>2,002</b>	<b>5</b>
Corporation tax at 20%	400	1
<b>Effects of:</b>		
Movement in excess management expenses	373	298
Overseas dividends not subject to corporation tax	(161)	(65)
Overseas tax suffered	86	14
UK dividends not subject to corporation tax	(612)	(234)
<b>Current tax charge (see note 5a)</b>	<b>86</b>	<b>14</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £39,104,283 (2020: £37,238,976) creating a potential deferred tax asset of £7,820,857 (2020: £7,447,795). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Interim distribution	607	238
Final distribution	1,303	13
	1,910	251
Add: Revenue deducted on cancellation of shares	26	16
Deduct: Revenue received on issue of shares	(20)	(6)
<b>Total distributions</b>	<b>1,916</b>	<b>261</b>
<b>Reconciliations of distributions for the year to net revenue after taxation</b>		
Distributions for the year	1,916	261
Revenue deficit transferred to capital	–	(270)
<b>Net revenue/(expense) after taxation</b>	<b>1,916</b>	<b>(9)</b>

Details of the distributions per share are set out in the distribution tables on page 88.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	Assets at 15.10.21 £000	Assets at 15.10.20 £000
Level 1: Quoted prices	221,307	158,889
Level 2: Observable market data	3,600	1,300
<b>Total value</b>	<b>224,907</b>	<b>160,189</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	881	126
Amounts receivable on issue of shares	19	2
Income tax recoverable	12	2
Overseas tax recoverable	27	19
Sales awaiting settlement	–	31
<b>Total debtors</b>	<b>939</b>	<b>180</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	189	115
<b>Total cash and bank balances</b>	<b>189</b>	<b>115</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	267	192
Amounts payable for cancellation of shares	266	193
Purchases awaiting settlement	–	69
<b>Total other creditors</b>	<b>533</b>	<b>454</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £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.

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 to the ACD at the year end in respect of Fund Management Fee was £267,430 (2020: £192,106). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £212,138 (2020: £63,384). The amount outstanding at the year end was £133,626 (2020: £12,635). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £43,500,000 (2020: £44,100,000) and £41,200,000 (2020: £45,500,088) respectively. The income received during the year amounted to £608 (2020: £21,503).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 3 Income shares)	3,561,283	(102,173)	3,663,456
ACD and related parties (Class 1 Accumulation shares)	4,177	–	4,177
ACD and related parties (Class 2 Accumulation shares)	410,267	65,314	344,953

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.00%  
Class 2: 0.83%  
Class 3: 0.33%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 76. The distributions per share are given in the distribution tables on page 88. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 3 Income shares	3,663,456	305,216	(407,389)	–	3,561,283
Class 1 Accumulation shares	71,252,847	499,307	(3,633,120)	(95,886)	68,023,148
Class 2 Accumulation shares	3,993,177	1,824,144	(557,711)	62,880	5,322,490

## 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 7 and 8.

#### 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 (2020: £nil).

#### Currency risk

At the year end date, 0.07% (2020: 0.09%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

#### Interest rate risk

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

At the year end date 1.68% (2020: 0.88%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

#### Market price risk

At the year end date, 99.79% (2020: 100.11%) 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 9.98% (2020: 10.01%).

### 16 Stock lending

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

### 17 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Equities	(60,400)	(31)	(233)	(60,664)	0.05%	0.39%
	(60,400)	(31)	(233)	(60,664)		
<b>Sales</b>						
Equities	64,946	(31)	–	64,915	0.05%	0.00%
	64,946	(31)	–	64,915		
<b>Total</b>		(62)	(233)			
<b>Percentage of Fund average net assets</b>		0.03%	0.11%			



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 17 Direct transaction costs (continued)

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases</b>						
Equities	(65,995)	(36)	(275)	(66,306)	0.05%	0.42%
Funds	(44,100)	–	–	(44,100)	0.00%	0.00%
	<u>(110,095)</u>	<u>(36)</u>	<u>(275)</u>	<u>(110,406)</u>		
<b>Sales</b>						
Equities	72,308	(40)	–	72,268	0.06%	0.00%
Funds	45,500	–	–	45,500	0.00%	0.00%
	<u>117,808</u>	<u>(40)</u>	<u>–</u>	<u>117,768</u>		
<b>Total</b>		<u>(76)</u>	<u>(275)</u>			
<b>Percentage of Fund average net assets</b>		<u>0.05%</u>	<u>0.17%</u>			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.39% (2020: 0.76%). 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 six months ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 3 Income shares	Group 1	3.4403	–	3.4403	0.3449
	Group 2	2.5029	0.9374	3.4403	0.3449

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	1.5241	–	1.5241	0.0000
	Group 2	1.0300	0.4941	1.5241	0.0000
Class 2 Accumulation shares	Group 1	2.6918	–	2.6918	0.0000
	Group 2	1.9330	0.7588	2.6918	0.0000

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## Interim distribution paid in pence per share for the six months ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 3 Income shares	Group 1	2.0307	–	2.0307	1.2653
	Group 2	0.7060	1.3247	2.0307	1.2653

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Accumulation shares	Group 1	0.6834	–	0.6834	0.2264
	Group 2	0.1702	0.5132	0.6834	0.2264
Class 2 Accumulation shares	Group 1	1.3390	–	1.3390	0.6066
	Group 2	0.3097	1.0293	1.3390	0.6066

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS UK SMALLER COMPANIES FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of small UK companies.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in shares of smaller companies domiciled or incorporated in the UK.

#### Other investments

The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

#### Strategy

The Fund is actively managed, and the Investment Manager will have a high conviction approach (a strong belief) to investing in smaller companies. These smaller companies will have a market capitalisation (the total market value of a company's outstanding shares) of the bottom 10% of the FTSE® All Share Index, excluding investment trusts. The Fund will focus its investments in companies which the Investment Manager believes are, or will become market leaders, which benefit from high barriers to entry due to their competitive position within the industry, and which may offer further opportunities for revenue, earnings and cash flow growth, perhaps driven by new market opportunities. This is balanced by an emphasis on risk management within the Fund, whereby the portfolio will be built from a varied range of companies across different industry sectors.

#### Environmental, Social & Governance (ESG) factors

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's performance is compared against the FTSE® Small Cap ex Investment Trusts Index (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency of the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index is currently comprised of approximately 150 smaller sized UK companies, as determined by their market capitalisation (total market value of a company's outstanding shares). The companies included on this Index have a market capitalisation between approximately £30 million and £1 billion.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and the Fund will not invest in investment trusts. It is therefore an appropriate comparator for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors UK Smaller Companies Fund delivered a total return of 50.00% (share class 1), net of fees. The Fund's benchmark, the FTSE® UK Small Cap ex Investment Trust Index, returned 67.30% over the same period.

The tracking error at the year end was 8.60%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund posted a strong absolute return over the review period but underperformed its benchmark. Smaller companies outperformed their larger counterparts as the sector caught up the underperformance sustained in the early stages of the pandemic. Accelerating merger and acquisition activity was also a catalyst for performance.

Stock selection accounted for the lost relative performance. The greatest detractor was Progressive Digital Media, while not owning Trinity Mirror and Tullow Oil also had a negative impact. Among the main contributors were Next Fifteen Communications. The company continued to deliver revenue growth ahead of expectations, leading to further earnings upgrades. It was also boosted by the announcement that it had acquired marketing company Shopper Media Group in early April 2021. Air conditioning maker Volution also performed well as it reported good earnings and a positive outlook. It was promoted to the FTSE 250 Index in May.

At the sector allocation level, relative returns were hurt by the lack of exposure to energy as the sector rallied in response to a sharp run-up in oil and gas prices in the second half of the period. However, this was more than offset by the benefit of being overweight technology and underweight real estate and consumer staples.

Among the stocks added to the Fund over the period were East Imperial, a maker of premium drinks mixers. It is similar to Fevertree Drinks in its range of products but much more focused on Asia.

#### Outlook

Investor sentiment remains supported by the recovery in economic growth as restrictions ease and vaccination levels climb well above 80% for the UK's adult population. Additionally, new case levels of Covid, related hospitalisations and deaths appear to be levelling off.

The waters are muddied by the growing spectre of inflation. The inflation rate has been at, or above, the BoE's 2% target for four consecutive months and appears to be heading higher. Some members of the central bank's Monetary Policy Committee have signalled that policy may need to be tightened – a view that Governor Bailey no longer denies.

## AVIVA INVESTORS UK SMALLER COMPANIES FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook (continued)

There are other issues simmering in the background that could become major headwinds for the market: the fractious relationship with the EU; union-backed strikes and demonstrations over employee terms and conditions; geopolitical worries; contagion from Chinese real estate developer Evergrande's likely default. However, for the time being at least, the market appears to be underpinned by an economic recovery which should continue to unfold into next year, a new wave of Covid infections notwithstanding.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 92 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	-1.30	-0.81	-0.26	12.54
31.12.16 to 31.12.17	23.07	23.68	24.36	15.61
31.12.17 to 31.12.18	-11.47	-11.21	-10.72	-13.80
31.12.18 to 31.12.19	28.40	28.60	29.30	17.70
31.12.19 to 31.12.20	9.80	10.00	10.60	1.70

\* Benchmark – FTSE\* Small Cap ex Investment Trusts Index.

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.

#### Material Portfolio Changes

Purchases	Sales
Pendragon	CVS Group
VR Education Holdings	IMImobile
Speedy Hire	DiscoverIE Group
Forward Partners Group	Learning Technologies Group
Manolete Partners	4imprint Group
PPHE Hotel Group	Wey Education
TT Electronics	JTC
Inspects Group	Marlowe
East Imperial	Draper Esprit
AG Barr	St Modwen Properties

#### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- A significant proportion of the Fund may be invested in securities which are not actively traded, and as a result may experience large daily price changes.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	416.51	393.36	377.85
Return before operating charges <sup>†</sup>	216.42	27.31	19.52
Operating charges	(5.88)	(4.16)	(4.01)
Return after operating charges <sup>†</sup>	210.54	23.15	15.51
Distributions	(1.03)	(1.22)	(4.69)
Retained distributions on accumulation shares	1.03	1.22	4.69
Closing net asset value per share	627.05	416.51	393.36
<sup>†</sup> after direct transaction costs of	(1.13)	(0.32)	(0.23)
<b>Performance</b>			
Return after charges (%)	50.55%	5.89%	4.10%
<b>Other information</b>			
Closing net asset value (£000)	34,945	23,007	22,176
Closing number of shares	5,572,986	5,523,868	5,637,553
Operating charges (%) <sup>‡</sup>	1.04%	1.04%	1.04%
Direct transaction costs (%) <sup>#</sup>	0.20%	0.08%	0.06%
<b>Prices<sup>≈</sup></b>			
Highest share price	663.95	456.47	412.96
Lowest share price	410.52	284.19	346.54

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	664.60	626.72	601.12
Return before operating charges <sup>†</sup>	345.73	43.57	31.04
Operating charges	(8.27)	(5.69)	(5.44)
Return after operating charges <sup>†</sup>	337.46	37.88	25.60
Distributions	(2.97)	(2.43)	(8.40)
Retained distributions on accumulation shares	2.97	2.43	8.40
Closing net asset value per share	1,002.06	664.60	626.72
<sup>†</sup> after direct transaction costs of	(1.87)	(0.51)	(0.37)
<b>Performance</b>			
Return after charges (%)	50.78%	6.04%	4.26%
<b>Other information</b>			
Closing net asset value (£000)	19,863	8,367	8,758
Closing number of shares	1,982,234	1,258,869	1,397,446
Operating charges (%) <sup>‡</sup>	0.89%	0.89%	0.89%
Direct transaction costs (%) <sup>#</sup>	0.20%	0.08%	0.06%
<b>Prices<sup>≈</sup></b>			
Highest share price	1,060.87	727.67	657.64
Lowest share price	655.09	453.08	551.46

Class 3 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	683.04	646.72	628.57
Return before operating charges <sup>†</sup>	355.53	44.31	32.63
Operating charges	(3.17)	(2.25)	(2.18)
Return after operating charges <sup>†</sup>	352.36	42.06	30.45
Distributions	(8.17)	(5.74)	(12.30)
Closing net asset value per share	1,027.23	683.04	646.72
<sup>†</sup> after direct transaction costs of	(1.86)	(0.52)	(0.39)
<b>Performance</b>			
Return after charges (%)	51.59%	6.50%	4.84%
<b>Other information</b>			
Closing net asset value (£000)	5,033	3,376	3,158
Closing number of shares	489,927	494,309	488,340
Operating charges (%) <sup>‡</sup>	0.34%	0.34%	0.34%
Direct transaction costs (%) <sup>#</sup>	0.20%	0.08%	0.06%
<b>Prices<sup>≈</sup></b>			
Highest share price	1,093.12	752.44	685.82
Lowest share price	673.43	468.70	577.33

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> 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	15.10.21	15.10.20
Class 1	1.04%	1.04%
Class 2	0.89%	0.89%
Class 3	0.34%	0.34%

\* 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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 99.48% (96.38%)</b>				
<b>Communication Services 5.28% (6.52%)</b>				
<b>Media 5.28% (6.52%)</b>				
M&C Saatchi <sup>#</sup>	GBP	237,476	390	0.65
Next Fifteen Communications Group <sup>#</sup>	GBP	236,696	2,769	4.63
			3,159	5.28
<b>Communication Services total</b>			<b>3,159</b>	<b>5.28</b>
<b>Consumer Discretionary 21.69% (10.98%)</b>				
<b>Auto Components 3.31% (2.70%)</b>				
AB Dynamics <sup>#</sup>	GBP	71,202	1,325	2.21
Surface Transforms <sup>#</sup>	GBP	1,097,001	658	1.10
			1,983	3.31
<b>Distributors 1.40% (0.92%)</b>				
Headlam Group	GBP	169,867	839	1.40
			839	1.40
<b>Diversified Consumer Services 0.00% (1.66%)</b>				
<b>Hotels, Restaurants &amp; Leisure 5.92% (1.53%)</b>				
Fuller Smith & Turner 'A'	GBP	121,203	790	1.32
Gym Group	GBP	120,986	342	0.57
Hollywood Bowl Group	GBP	390,994	929	1.55
PPHE Hotel Group	GBP	78,450	1,086	1.82
Restaurant Group	GBP	444,982	397	0.66
			3,544	5.92
<b>Household Durables 4.81% (2.76%)</b>				
MJ Gleeson	GBP	51,410	413	0.69
Vitec Group	GBP	174,270	2,466	4.12
			2,879	4.81
<b>Internet &amp; Direct Marketing Retail 0.00% (0.73%)</b>				
<b>Specialty Retail 6.25% (0.68%)</b>				
Halfords Group	GBP	155,000	454	0.76
Pendragon	GBP	10,549,750	1,920	3.21
Topps Tiles	GBP	1,073,995	700	1.17
Wickes Group	GBP	282,000	664	1.11
			3,738	6.25
<b>Consumer Discretionary total</b>			<b>12,983</b>	<b>21.69</b>
<b>Consumer Staples 4.68% (2.35%)</b>				
<b>Beverages 2.57% (0.78%)</b>				
AG Barr	GBP	172,035	881	1.47
East Imperial	GBP	4,700,000	658	1.10
			1,539	2.57
<b>Personal Products 2.11% (1.57%)</b>				
Science in Sport <sup>#</sup>	GBP	1,679,892	1,260	2.11
			1,260	2.11
<b>Consumer Staples total</b>			<b>2,799</b>	<b>4.68</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Financials 6.87% (4.72%)</b>				
<b>Capital Markets 6.87% (4.72%)</b>				
AdvancedAdvT	GBP	215,000	247	0.41
Forward Partners Group <sup>#</sup>	GBP	1,300,000	1,456	2.43
Gresham House <sup>#</sup>	GBP	70,993	601	1.01
Manolete Partners <sup>#</sup>	GBP	486,926	1,485	2.48
Numis <sup>#</sup>	GBP	89,633	321	0.54
			4,110	6.87
<b>Financials total</b>			<b>4,110</b>	<b>6.87</b>
<b>Health Care 6.24% (9.56%)</b>				
<b>Health Care Equipment &amp; Supplies 4.11% (4.87%)</b>				
Inspects Group <sup>#</sup>	GBP	312,245	1,124	1.88
Polarean Imaging <sup>#</sup>	GBP	1,024,383	697	1.16
Tristel <sup>#</sup>	GBP	124,737	641	1.07
			2,462	4.11
<b>Health Care Providers &amp; Services 0.00% (4.23%)</b>				
<b>Health Care Technology 2.13% (0.00%)</b>				
Instem <sup>#</sup>	GBP	155,000	1,271	2.13
			1,271	2.13
<b>Pharmaceuticals 0.00% (0.46%)</b>				
Oxford Pharmascience <sup>^</sup>	GBP	153,801	–	–
			–	–
<b>Health Care total</b>			<b>3,733</b>	<b>6.24</b>
<b>Industrials 22.71% (21.37%)</b>				
<b>Aerospace &amp; Defense 0.98% (0.00%)</b>				
Avon Protection	GBP	30,000	586	0.98
			586	0.98
<b>Building Products 6.05% (3.84%)</b>				
Norcros	GBP	374,142	1,231	2.05
Tyman	GBP	154,828	598	1.00
Volution Group	GBP	361,317	1,794	3.00
			3,623	6.05
<b>Commercial Services &amp; Supplies 0.00% (1.96%)</b>				
<b>Electrical Equipment 2.37% (0.00%)</b>				
Amte Power	GBP	350,276	648	1.09
DiscoverIE Group	GBP	70,117	767	1.28
			1,415	2.37
<b>Industrial Conglomerates 0.00% (0.00%)</b>				
Dyson Group <sup>^</sup>	GBP	690,837	–	–
			–	–
<b>Professional Services 10.94% (14.77%)</b>				
Alpha Financial Markets Consulting <sup>#</sup>	GBP	447,733	1,531	2.56
Begbies Traynor Group <sup>#</sup>	GBP	435,106	620	1.04
DWF Group	GBP	741,196	808	1.35
Fintel <sup>#</sup>	GBP	372,256	804	1.34
GlobalData <sup>#</sup>	GBP	82,042	1,128	1.89
Ricardo	GBP	133,087	559	0.93
Robert Walters	GBP	140,355	1,098	1.83
			6,548	10.94



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Trading Companies &amp; Distributors 2.37% (0.80%)</b>				
Speedy Hire	GBP	2,215,390	1,420	2.37
			1,420	2.37
<b>Industrials total</b>			<b>13,592</b>	<b>22.71</b>
<b>Information Technology 22.89% (27.29%)</b>				
<b>Communications Equipment 2.01% (1.09%)</b>				
Calnex Solutions <sup>#</sup>	GBP	999,945	1,200	2.01
			1,200	2.01
<b>Electronic Equipment, Instruments &amp; Components 6.79% (10.18%)</b>				
Midwich Group <sup>#</sup>	GBP	97,107	608	1.01
Strix Group <sup>#</sup>	GBP	461,624	1,519	2.54
TT Electronics	GBP	756,437	1,936	3.24
			4,063	6.79
<b>IT Services 6.50% (5.65%)</b>				
Eagle Eye Solutions Group <sup>#</sup>	GBP	543,297	2,907	4.86
iomart Group <sup>#</sup>	GBP	140,576	216	0.36
NCC Group	GBP	299,484	768	1.28
			3,891	6.50
<b>Semiconductors &amp; Semiconductor Equipment 0.41% (0.00%)</b>				
IQE <sup>#</sup>	GBP	546,274	245	0.41
			245	0.41
<b>Software 7.18% (10.37%)</b>				
Bytes Technology Group	GBP	117,047	607	1.01
Oxford Metrics <sup>#</sup>	GBP	1,251,451	1,352	2.26
Sopheon <sup>#</sup>	GBP	66,500	578	0.97
VR Education Holdings <sup>#</sup>	GBP	10,665,625	1,760	2.94
			4,297	7.18
<b>Information Technology total</b>			<b>13,696</b>	<b>22.89</b>
<b>Investment Funds 0.00% (0.33%)</b>				
<b>Investment Companies 0.00% (0.33%)</b>				
<b>Materials 4.37% (3.33%)</b>				
<b>Chemicals 2.68% (1.42%)</b>				
Plant Health Care <sup>#</sup>	GBP	6,139,084	712	1.19
Zotefoams	GBP	247,575	894	1.49
			1,606	2.68
<b>Construction Materials 1.69% (1.91%)</b>				
Breedon Group <sup>#</sup>	GBP	694,267	669	1.12
Forterra	GBP	130,023	341	0.57
			1,010	1.69
<b>Materials total</b>			<b>2,616</b>	<b>4.37</b>
<b>Real Estate 4.75% (9.93%)</b>				
<b>Equity Real Estate Investment Trusts (REITs) 2.05% (3.57%)</b>				
Empiric Student Property	GBP	203,396	177	0.30
PRS REIT	GBP	284,260	290	0.48
Warehouse Reit <sup>#</sup>	GBP	478,356	757	1.27
			1,224	2.05

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Real Estate Management &amp; Development 2.70% (6.36%)</b>				
Helical	GBP	67,746	301	0.50
Tritax EuroBox	GBP	722,437	809	1.35
Watkin Jones <sup>#</sup>	GBP	215,208	507	0.85
			1,617	2.70
<b>Real Estate total</b>			<b>2,841</b>	<b>4.75</b>
<b>Equities total</b>			<b>59,529</b>	<b>99.48</b>
<b>Liquidity Funds 1.84% (3.45%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP <sup>†</sup>	GBP	1,100,001	1,100	1.84
<b>Liquidity Funds total</b>			<b>1,100</b>	<b>1.84</b>
Investment assets			60,629	101.32
Net other liabilities			(788)	(1.32)
<b>Net assets</b>			<b>59,841</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

<sup>#</sup> Security traded on another regulated market.

<sup>^</sup> Unlisted, suspended or delisted security.

<sup>†</sup> A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		17,254		1,865
Revenue	3	630		414	
Expenses	4	(476)		(317)	
Net revenue before taxation		154		97	
Taxation	5	–		(1)	
Net revenue after taxation			154		96
<b>Total return before distributions</b>			<b>17,408</b>		<b>1,961</b>
Distributions	6		(154)		(129)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>17,254</b>		<b>1,832</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>34,750</b>		<b>34,092</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	20,509		1,630	
Amounts payable on cancellation of shares	(12,808)		(2,902)	
		7,701		(1,272)
Dilution adjustment		20		–
Change in net assets attributable to shareholders from investment activities (see above)		17,254		1,832
Retained distribution on accumulation shares		116		98
<b>Closing net assets attributable to shareholders</b>		<b>59,841</b>		<b>34,750</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	60,629	34,690
<b>Current assets:</b>			
Debtors	8	889	198
Cash and bank balances	9	13	98
<b>Total assets</b>		<b>61,531</b>	<b>34,986</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Distribution payable		(29)	(7)
Other creditors	10	(1,661)	(229)
<b>Total liabilities</b>		<b>(1,690)</b>	<b>(236)</b>
<b>Net assets attributable to shareholders</b>		<b>59,841</b>	<b>34,750</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**1 Accounting basis and policies**

Please see pages 6 to 8 for accounting basis and policies.

**2 Net capital gains**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Currency losses	–	(24)
Non-derivative securities gains	17,254	1,889
<b>Net capital gains</b>	<b>17,254</b>	<b>1,865</b>

**3 Revenue**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	1
Interest on debt securities	–	4
Overseas dividends	8	19
Property income distributions	38	75
UK dividends	584	315
<b>Total revenue</b>	<b>630</b>	<b>414</b>

**4 Expenses**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	475	315
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	1	2
<b>Total expenses</b>	<b>476</b>	<b>317</b>

The audit fee was £9,253 (2020: £8,897). The audit fee forms part of FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	–	1
<b>Total current tax (see note 5b)</b>	<b>–</b>	<b>1</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>154</b>	<b>97</b>
Corporation tax at 20%	31	19
<b>Effects of:</b>		
Movement in excess management expenses	87	47
Overseas dividends not subject to corporation tax	(2)	(3)
Overseas tax suffered	–	1
UK dividends not subject to corporation tax	(116)	(63)
<b>Current tax charge (see note 5a)</b>	<b>–</b>	<b>1</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £20,173,646 (2020: £19,736,482) creating a potential deferred tax asset of £4,034,729 (2020: £3,947,296). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Interim distribution	12	120
Final distribution	144	7
	<b>156</b>	<b>127</b>
Add: Revenue deducted on cancellation of shares	14	4
Deduct: Revenue received on issue of shares	(16)	(2)
<b>Total distributions</b>	<b>154</b>	<b>129</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	154	129
Revenue deficit transferred to capital	–	(33)
<b>Net revenue after taxation</b>	<b>154</b>	<b>96</b>

Details of the distributions per share are set out in the distribution tables on page 105.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	Assets at 15.10.21 £000	Assets at 15.10.20 £000
Level 1: Quoted prices	59,529	34,690
Level 2: Observable market data	1,100	–
<b>Total value</b>	<b>60,629</b>	<b>34,690</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	72	34
Amounts receivable on issue of shares	30	2
Income tax recoverable	12	13
Sales awaiting settlement	775	149
<b>Total debtors</b>	<b>889</b>	<b>198</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	13	98
<b>Total cash and bank balances</b>	<b>13</b>	<b>98</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	72	41
Amounts payable for cancellation of shares	1,589	54
Purchases awaiting settlement	–	134
<b>Total other creditors</b>	<b>1,661</b>	<b>229</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £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.

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 Fund Management Fee are shown in the statement of change in net assets attributable to shareholders. The balance due to the ACD at the year end in respect of Fund Management Fee was £72,044 (2020: £40,706). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £49,314 (2020: £36,521). The amount outstanding at the year end was £37,601 (2020: £6,800). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £27,600,000 (2020: £8,200,000) and £27,400,000 (2020: £8,700,000) respectively. The income received during the year amounted to £165 (2020: £4,345).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 3 Income shares)	489,927	(4,382)	494,309
ACD and related parties (Class 1 Accumulation shares)	302	–	302
ACD and related parties (Class 2 Accumulation shares)	310,716	(7,884)	318,600

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.04%  
Class 2: 0.89%  
Class 3: 0.34%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 92. The distributions per share are given in the distribution tables on page 105. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 3 Income shares	494,309	6,225	(10,607)	–	489,927
Class 1 Accumulation shares	5,523,868	724,844	(675,250)	(476)	5,572,986
Class 2 Accumulation shares	1,258,869	1,637,609	(914,542)	298	1,982,234



## 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 7 and 8.

#### 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 (2020: £nil).

#### Currency risk

At the year end date, none (2020: none) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

#### Interest rate risk

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

At the year end date 1.86% (2020: 3.74%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

#### Market price risk

At the year end date, 101.32% (2020: 99.83%) 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 10.13% (2020: 9.98%).

### 16 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Equities	(29,331)	(15)	(76)	(29,422)	0.05%	0.26%
	(29,331)	(15)	(76)	(29,422)		
<b>Sales</b>						
Equities	20,647	(10)	–	20,637	0.05%	0.00%
	20,647	(10)	–	20,637		
<b>Total</b>		(25)	(76)			
<b>Percentage of Fund average net assets</b>		0.10%	0.10%			

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 16 Direct transaction costs (continued)

15.10.20	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>Purchases</b>						
Equities	(11,257)	(6)	(16)	(11,279)	0.05%	0.14%
Funds	(8,200)	–	–	(8,200)	0.00%	0.00%
	<u>(19,457)</u>	<u>(6)</u>	<u>(16)</u>	<u>(19,479)</u>		
<b>Sales</b>						
Equities	11,133	(5)	–	11,128	0.04%	0.00%
Funds	8,700	–	–	8,700	0.00%	0.00%
	<u>19,833</u>	<u>(5)</u>	<u>–</u>	<u>19,828</u>		
<b>Total</b>		<u>(11)</u>	<u>(16)</u>			
<b>Percentage of Fund average net assets</b>		<u>0.03%</u>	<u>0.05%</u>			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 2.20% (2020: 2.35%). 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 six months ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 3 Income shares	Group 1	5.8358	–	5.8358	1.3756
	Group 2	3.7818	2.0540	5.8358	1.3756

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	1.0316	–	1.0316	0.0000
	Group 2	0.7916	0.2400	1.0316	0.0000
Class 2 Accumulation shares	Group 1	2.8986	–	2.8986	0.0000
	Group 2	1.8555	1.0431	2.8986	0.0000

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## Interim distribution paid in pence per share for the six months ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 3 Income shares	Group 1	2.3381	–	2.3381	4.3662
	Group 2	1.3956	0.9425	2.3381	4.3662

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Accumulation shares	Group 1	0.0000	–	0.0000	1.2190
	Group 2	0.0000	0.0000	0.0000	1.2190
Class 2 Accumulation shares	Group 1	0.0707	–	0.0707	2.4319
	Group 2	0.0000	0.0707	0.0707	2.4319

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund does not currently undertake securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365) or use total return swaps.

## AVIVA INVESTORS CLIMATE TRANSITION GLOBAL EQUITY FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of global companies responding to climate change by orientating their business models to be resilient in a warmer climate and a lower carbon economy; or providing solutions to mitigate climate change or help communities adapt to the adverse impacts of climate change.

### INVESTMENT POLICY

#### Core investment

At least 90% of the Fund will be invested in shares of Global Companies responding to climate change which meet the Investment Manager's eligibility criteria as described below. "Global Companies" means companies in any country across the globe, including in emerging markets.

#### Other investments

The Fund may also invest in other shares which meet elements of the Investment Manager's eligibility criteria (as described below), funds (including funds managed by Aviva Investors companies), cash, and deposits. Derivatives may be used from time to time to gain market exposure which may be difficult or costly to achieve directly, or to manage the Fund's cash flows in a cost-effective manner, or to reduce risk. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed. The Investment Manager believes that the risks associated with climate change are currently mispriced, and therefore those companies which are responding to climate change and are currently undervalued present an opportunity to benefit from increases in value over the long term.

Companies will be identified as eligible for core investment if they satisfy the "Solutions" or "Transition" criteria and are not excluded on the basis of their fossil fuel activities.

"Solutions" – the Investment Manager identifies themes related to mitigating the risk of climate change or helping communities to adapt to the adverse physical impacts of climate change. Companies will initially be assessed as offering "Solutions" depending on whether they derive at least 20% of their revenue from such themes. Companies meeting this revenue threshold are then assessed using the Investment Manager's proprietary analysis which further examines the revenue sources by business segment to determine whether the business activities satisfy the "Solutions" criteria and the company is eligible for investment.

"Transition" – the Investment Manager identifies companies positively aligning to and orientating their business models to be resilient in a warmer climate and a low carbon economy. Companies will be assessed using the Investment Manager's proprietary Transition Risk model. This model identifies the climate change risk for certain sub-industries' "Transition Risk", ranking the risk as high, medium or low, and combines this with a score which provides a measure of the quality of climate risk management processes in place at individual companies, calculated using ratings provided by external industry recognised bodies (the "Climate Risk Management Score"). The combination of these two elements determines whether a company satisfies the "Transition" criteria. For example, companies operating in high Transition Risk sub-industries will have to attain a higher Climate Risk Management Score to be deemed as eligible for investment.

Fossil fuel exclusions – companies deriving certain levels of revenue from producing, or generating electricity from certain fossil fuels will be excluded from the Fund's core investment.

The above criteria create an eligible pool of core investments from which the Investment Manager will select specific companies.

Core investments may include companies that are high carbon emitters, but which have in place robust Transition Risk plans and climate risk management processes, as assessed under the Investment Manager's Transition Risk model.

Further details on the fossil fuel exclusions, the "Solutions" and "Transitions" criteria, and the ratings provided by external industry recognised bodies for the Climate Risk Management Score, can be found in the Prospectus.

#### Other Environmental, Social & Governance (ESG) factors:

We 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 other 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 and Risk Measurement:

The Fund's performance is compared against the MSCI® All Countries World Index\* ("the Index"). The Fund's investment process is not constrained by the Index, so it will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Index. In certain conditions the Fund may be outside of this range.

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 23 developed and 26 emerging markets.

The Index has been selected as a benchmark for performance and risk measurement because it provides a measure of global equity market performance and it is therefore an appropriate comparator for the Fund's performance.

To allow assessment of the Fund's climate credentials, the Investment Manager will report on key indicators relevant to the Fund's strategy. Key indicators shall include: "Fossil Fuel" – the proportion of companies in the Fund with fossil fuel exposure; "Solutions" – the proportion of companies in the Fund meeting the "Solutions" revenue threshold; "Transitions" – the proportion of companies in the Fund displaying strong climate governance, which may include but not limited to, the percentage of companies attaining a certain Climate Risk Management Score, and the percentage of companies setting or committing to emission reduction goals which align to Science Based Targets. Such indicators will be shown at Fund level and relative to the Index for comparison purposes and will be published in the Fund fact sheet and refreshed on an annual basis.

\* 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. The Prospectus is 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.

## AVIVA INVESTORS CLIMATE TRANSITION GLOBAL EQUITY FUND (CONTINUED)

### FUND MANAGER'S REPORT

#### Performance

Over the period 8 June 2020 to 15 October 2021, the Aviva Investors Climate Transition Global Equity Fund delivered a total return of 16.97% (share class 1), net of fees. Fund's benchmark, the MSCI® All Countries World Index returned 20.30% over the same period.

The tracking error at the year end was 5.92%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund posted a strong absolute return over the twelve month review period but outperformed its benchmark.

Having a structural underweight of energy because of the inclusion of fossil fuels companies was one of the main drags, especially as those companies rallied in the later stages of the period as oil, gas and coal prices soared. Being underweight financials was unhelpful, as was the overweight position in the out-of-favour utilities sector. The main contributors at the sector allocation level were the underweight positions in consumer staples and consumer discretionary.

Stock selection was nevertheless strong. The most value was added by the Belgian bancassurer KBC, which enjoyed an almost uninterrupted share price appreciation over the course of the period. Volkswagen performed well as the market welcomed a very strong set of results and its development of a pure electric vehicle. Good contributions were also made by Watts Water Technologies, Spanish infrastructure and renewable energy conglomerate Acciona and diversified industrial manufacturer Trane Technologies.

Among the most notable disappointments was Unilever. Consumer staples companies were deemed too defensive in a risk-on market, while rising inflation in the second half of the period threatened to eat into profit margins. Holding Ping An Insurance was also unhelpful as was hit by a weakening outlook for premium income.

#### Outlook

Embedded within our fund are a host of investment themes – electric vehicles, wind, solar and building efficiency to name a few. And many of these themes are solutions-orientated, and fall within the industrial sector. Consequently, the Fund is moderately tilted towards solutions by c. 60%/40% and the overweight in industrials versus the MSCI® ACWI stands at over 15%.

We saw in the first half of 2021 that this industrial overweight can lead to underperformance, especially when the market rotates to value away from quality growth. We certainly don't want to try to "time" the market, but we can be diligent by reviewing our current holdings against our original investment theses. This is exactly what we have been doing, and will continue to do.

For the moment, we remain "valuation aware" and we will continue to engage with the sector analysts to make sure that share price valuations match their expectations. Admittedly, the current valuation premium versus history placed on industrial solutions providers does give us pause. But for the most part, these premiums can be justified based upon outsized market opportunities that we have identified.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 110 and 111 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.15 to 31.12.16	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A	N/A
31.12.19 to 31.12.20	0.00	0.00	0.00

#### Performance History – Accumulation Shares

Calendar year	Share Class 4 %	Benchmark* %
31.12.15 to 31.12.16	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A
31.12.19 to 31.12.20	0.00	10.90

\* Benchmark – MSCI® All Countries World Index.

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.

## AVIVA INVESTORS CLIMATE TRANSITION GLOBAL EQUITY FUND (CONTINUED)

**Material Portfolio Changes**

Purchases	Sales
Ping An Insurance Group Co. of China 'H'	Trane Technologies
Moody's	Suez
Siemens Energy	Siemens Gamesa Renewable Energy
Capgemini	Prudential
RELX	Umicore
PTC	China Conch Venture Holdings
IQVIA Holdings	Vestas Wind Systems
Bureau Veritas	Volkswagen Preference
KBC Group	Aptiv
LG Chem	Hubbell

**Synthetic Risk and Reward Indicator**

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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- The value of investments will be affected by changes in exchange rates.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Accumulation shares	2021 p per share	2020 <sup>s</sup> p per share
<b>Change in net assets per share</b>		
Opening net asset value per share	113.65	100.00
Return before operating charges <sup>†</sup>	21.14	14.03
Operating charges	(0.78)	(0.38)
Return after operating charges <sup>†</sup>	20.36	13.65
Distributions	(0.89)	(0.20)
Retained distributions on accumulation shares	0.89	0.20
Closing net asset value per share	134.01	113.65
<sup>†</sup> after direct transaction costs of	(0.22)	(0.24)
<b>Performance</b>		
Return after charges (%)	17.91%	13.65%
<b>Other information</b>		
Closing net asset value (£000)	201	13
Closing number of shares	150,100	11,346
Operating charges (%) <sup>†</sup>	0.63%	1.00%
Direct transaction costs (%) <sup>#</sup>	0.17%	0.22%
<b>Prices<sup>™</sup></b>		
Highest share price	139.97	114.64
Lowest share price	107.91	92.51

Class 2 Accumulation shares	2021 p per share	2020 <sup>s</sup> p per share
<b>Change in net assets per share</b>		
Opening net asset value per share	113.70	100.00
Return before operating charges <sup>†</sup>	21.20	14.02
Operating charges	(0.59)	(0.32)
Return after operating charges <sup>†</sup>	20.61	13.70
Distributions	(1.07)	(0.25)
Retained distributions on accumulation shares	1.07	0.25
Closing net asset value per share	134.31	113.70
<sup>†</sup> after direct transaction costs of	(0.22)	(0.24)
<b>Performance</b>		
Return after charges (%)	18.13%	13.70%
<b>Other information</b>		
Closing net asset value (£000)	6,693	689
Closing number of shares	4,983,270	606,015
Operating charges (%) <sup>†</sup>	0.48%	0.85%
Direct transaction costs (%) <sup>#</sup>	0.17%	0.22%
<b>Prices<sup>™</sup></b>		
Highest share price	140.26	114.69
Lowest share price	107.96	92.51

Class 3 Accumulation shares	2021 p per share	2020 <sup>s</sup> p per share
<b>Change in net assets per share</b>		
Opening net asset value per share	113.89	100.00
Return before operating charges <sup>†</sup>	21.39	14.04
Operating charges	(0.51)	(0.15)
Return after operating charges <sup>†</sup>	20.88	13.89
Distributions	(1.25)	(0.42)
Retained distributions on accumulation shares	1.25	0.42
Closing net asset value per share	134.77	113.89
<sup>†</sup> after direct transaction costs of	(0.22)	(0.23)
<b>Performance</b>		
Return after charges (%)	18.33%	13.89%
<b>Other information</b>		
Closing net asset value (£000)	249,609	113,745
Closing number of shares	185,211,641	99,872,881
Operating charges (%) <sup>†</sup>	0.40%	0.40%
Direct transaction costs (%) <sup>#</sup>	0.17%	0.22%
<b>Prices<sup>™</sup></b>		
Highest share price	140.73	114.88
Lowest share price	108.16	92.52



## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 <sup>§</sup> p per share
<b>Class 4 Accumulation shares</b>		
<b>Change in net assets per share</b>		
Opening net asset value per share	113.84	100.00
Return before operating charges <sup>‡</sup>	21.38	14.03
Operating charges	(0.58)	(0.19)
Return after operating charges <sup>‡</sup>	20.80	13.84
Distributions	(1.18)	(0.37)
Retained distributions on accumulation shares	1.18	0.37
Closing net asset value per share	134.64	113.84
<sup>‡</sup> after direct transaction costs of	(0.22)	(0.23)
<b>Performance</b>		
Return after charges (%)	18.27%	13.84%
<b>Other information</b>		
Closing net asset value (£000)	3	2
Closing number of shares	2,000	2,000
Operating charges (%) <sup>‡</sup>	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.17%	0.22%
<b>Prices<sup>≈</sup></b>		
Highest share price	140.61	114.83
Lowest share price	108.11	92.52

<sup>§</sup> The Fund was launched on 8 June 2020.

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> 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	15.10.21	08.06.20 to 15.10.20
Class 1	0.63%	1.00%
Class 2	0.48%	0.85%
Class 3	0.40%	0.40%
Class 4	0.48%	0.48%

\* 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.

The ACD applied a discount to the Fund Management Fee for 18 months from the date of the Fund's launch (the "Discount Period"). When the Discount Period ended, the Fund Management Fee reverted to the full published rate. The Discount Period applied from 8 June 2020 until 8 December 2021.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 98.00% (94.92%)</b>				
<b>Belgium 2.17% (1.96%)</b>				
KBC Group	EUR	82,861	5,566	2.17
			5,566	2.17
<b>Cayman Islands 3.72% (4.66%)</b>				
China Conch Venture Holdings	HKD	1,022,500	3,725	1.45
Xinyi Solar Holdings	HKD	3,924,000	5,827	2.27
			9,552	3.72
<b>China 2.64% (0.00%)</b>				
Ping An Insurance Group Co. of China 'H'	HKD	1,265,615	6,788	2.64
			6,788	2.64
<b>Denmark 1.84% (3.75%)</b>				
Vestas Wind Systems	DKK	169,904	4,716	1.84
			4,716	1.84
<b>Finland 1.80% (2.31%)</b>				
Neste	EUR	112,656	4,614	1.80
			4,614	1.80
<b>France 12.01% (9.23%)</b>				
Alstom	EUR	119,537	3,125	1.22
AXA	EUR	299,520	6,056	2.36
Bureau Veritas	EUR	219,184	5,017	1.96
Capgemini	EUR	42,165	6,665	2.60
Sanofi	EUR	62,954	4,449	1.73
Schneider Electric	EUR	45,076	5,487	2.14
			30,799	12.01
<b>Germany 5.66% (4.11%)</b>				
Infineon Technologies	EUR	162,400	5,066	1.98
Siemens Energy	EUR	280,323	5,600	2.18
Volkswagen Preference	EUR	22,928	3,845	1.50
			14,511	5.66
<b>Ireland 5.48% (7.49%)</b>				
Allegion	USD	49,980	4,813	1.88
Medtronic	USD	72,489	6,581	2.56
Trane Technologies	USD	20,936	2,667	1.04
			14,061	5.48
<b>Italy 2.38% (2.28%)</b>				
Prysmian	EUR	232,225	6,096	2.38
			6,096	2.38
<b>Japan 3.63% (4.65%)</b>				
Daikin Industries	JPY	26,200	4,254	1.66
Murata Manufacturing	JPY	90,500	5,053	1.97
			9,307	3.63
<b>Jersey 0.94% (1.91%)</b>				
Aptiv	USD	19,764	2,406	0.94
			2,406	0.94
<b>Netherlands 1.90% (2.06%)</b>				
STMicroelectronics	EUR	157,892	4,866	1.90
			4,866	1.90
<b>South Korea 2.55% (1.92%)</b>				
LG Chem	KRW	12,725	6,542	2.55
			6,542	2.55

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Spain 4.13% (6.83%)</b>				
Acciona	EUR	49,418	6,253	2.44
EDP Renovaveis	EUR	233,525	4,339	1.69
			10,592	4.13
<b>United Kingdom 4.34% (2.42%)</b>				
RELX	GBP	252,770	5,526	2.15
Unilever	GBP	147,497	5,621	2.19
			11,147	4.34
<b>United States of America 42.81% (39.34%)</b>				
Alphabet 'A'	USD	3,171	6,509	2.54
Becton Dickinson	USD	14,202	2,506	0.98
Comcast 'A'	USD	194,641	7,644	2.98
Equinix, REIT	USD	6,782	3,798	1.48
Eversource Energy	USD	86,235	5,500	2.15
Home Depot	USD	20,274	5,073	1.98
Hubbell	USD	34,308	4,677	1.82
IQVIA Holdings	USD	27,814	4,995	1.95
Itron	USD	71,420	3,878	1.51
Marsh & McLennan	USD	61,463	7,184	2.80
Merck	USD	83,303	4,747	1.85
Moody's	USD	27,878	7,510	2.93
Motorola Solutions	USD	34,132	6,086	2.37
PTC	USD	55,125	4,927	1.92
Thermo Fisher Scientific	USD	9,671	4,061	1.58
Trimble	USD	91,623	5,574	2.17
Union Pacific	USD	35,040	5,644	2.20
UnitedHealth Group	USD	24,592	7,518	2.93
Watts Water Technologies 'A'	USD	50,131	6,340	2.47
Xylem	USD	62,798	5,637	2.20
			109,808	42.81
<b>Equities total</b>			<b>251,371</b>	<b>98.00</b>
<b>Forward Currency Contracts (0.03)% (0.00%)</b>				
Buy DKK 4,525,769 sell GBP 515,159 dated 20/10/2021			(1)	–
Buy EUR 9,692,459 sell GBP 8,209,435 dated 20/10/2021			(23)	(0.01)
Buy HKD 18,239,842 sell GBP 1,710,335 dated 20/10/2021			(5)	–
Buy JPY 150,609,475 sell GBP 968,617 dated 20/10/2021			(10)	(0.01)
Buy USD 18,221,414 sell GBP 13,291,251 dated 20/10/2021			(34)	(0.01)
<b>Forward Currency Contracts total</b>			<b>(73)</b>	<b>(0.03)</b>
Investment assets			251,298	97.97
Net other assets			5,208	2.03
<b>Net assets</b>			<b>256,506</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Period ended 15.10.20* £000
Income					
Net capital gains	2		19,523		13,519
Revenue	3	2,104		639	
Expenses	4	(558)		(149)	
Net revenue before taxation		1,546		490	
Taxation	5	(211)		(72)	
Net revenue after taxation			1,335		418
<b>Total return before distributions</b>			<b>20,858</b>		<b>13,937</b>
Distributions	6		(1,335)		(418)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>19,523</b>		<b>13,519</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Period ended 15.10.20* £000
<b>Opening net assets attributable to shareholders</b>		<b>114,449</b>		<b>–</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	123,015		100,715	
Amounts payable on cancellation of shares	(3,042)		(203)	
		119,973		100,512
Dilution adjustment		188		–
Change in net assets attributable to shareholders from investment activities (see above)		19,523		13,519
Retained distribution on accumulation shares		2,373		418
<b>Closing net assets attributable to shareholders</b>		<b>256,506</b>		<b>114,449</b>

\* The Fund launched on 8 June 2020.

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20* £000
<b>Assets:</b>			
Investments	7	251,371	108,636
<b>Current assets:</b>			
Debtors	8	28,476	123
Cash and bank balances	9	4,641	5,913
<b>Total assets</b>		<b>284,488</b>	<b>114,672</b>
<b>Liabilities:</b>			
Investment liabilities	7	(73)	–
<b>Creditors:</b>			
Bank overdrafts		–	(23)
Other creditors	10	(27,909)	(200)
<b>Total liabilities</b>		<b>(27,982)</b>	<b>(223)</b>
<b>Net assets attributable to shareholders</b>		<b>256,506</b>	<b>114,449</b>

\* The Fund launched on 8 June 2020.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**1 Accounting basis and policies**

Please see pages 6 to 8 for accounting basis and policies.

**2 Net capital gains**

	Year ended 15.10.21 £000	Period ended 15.10.20 <sup>§</sup> £000
<b>Net capital gains on investment during the year comprise:</b>		
Currency gains	397	22
Derivative contracts (losses)/gains	(80)	67
Forward currency contracts losses	(637)	–
Non-derivative securities gains	19,843	13,430
<b>Net capital gains</b>	<b>19,523</b>	<b>13,519</b>

**3 Revenue**

	Year ended 15.10.21 £000	Period ended 15.10.20 <sup>§</sup> £000
Income from derivatives	–	(2)
Overseas dividends	1,953	641
UK dividends	151	–
<b>Total revenue</b>	<b>2,104</b>	<b>639</b>

**4 Expenses**

	Year ended 15.10.21 £000	Period ended 15.10.20 <sup>§</sup> £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	553	147
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	5	2
<b>Total expenses</b>	<b>558</b>	<b>149</b>

The audit fee was £9,928 (2020: £9,546) net of VAT. The audit fee forms part of the FMF.

<sup>§</sup> The Fund launched on 8 June 2020.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 5 Taxation

## a Analysis of tax charge

	Year ended 15.10.21 £000	Period ended 15.10.20 <sup>§</sup> £000
Overseas tax suffered	211	72
<b>Total current tax (see note 5b)</b>	<b>211</b>	<b>72</b>

## b Factors affecting current tax charge

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Period ended 15.10.20 <sup>§</sup> £000
<b>Net revenue before taxation</b>	<b>1,546</b>	<b>490</b>
Corporation tax at 20%	309	98
<b>Effects of:</b>		
Movement in excess management expenses	107	28
Non-trade deficit set against current year income	–	1
Overseas dividends not subject to corporation tax	(386)	(127)
Overseas tax suffered	211	72
UK dividends not subject to corporation tax	(30)	–
<b>Current tax charge (see note 5a)</b>	<b>211</b>	<b>72</b>

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

## c Deferred tax

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £675,271 (2020: £142,033) creating a potential deferred tax asset of £135,054 (2020: £28,407). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

## 6 Distributions

	Year ended 15.10.21 £000	Period ended 15.10.20 <sup>§</sup> £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Final distribution	2,373	418
Add: Revenue deducted on cancellation of shares	5	1
Deduct: Revenue received on issue of shares	(1,043)	(1)
<b>Total distributions</b>	<b>1,335</b>	<b>418</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	1,335	418
<b>Net revenue after taxation</b>	<b>1,335</b>	<b>418</b>

Details of the distributions per share are set out in the distribution table on page 122.

<sup>§</sup> The Fund launched on 8 June 2020.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1: Quoted prices	251,371	–	108,636	–
Level 2: Observable market data	–	(73)	–	–
<b>Total value</b>	<b>251,371</b>	<b>(73)</b>	<b>108,636</b>	<b>–</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	139	67
Amounts receivable on issue of shares	28,254	22
Overseas tax recoverable	83	34
<b>Total debtors</b>	<b>28,476</b>	<b>123</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing houses and brokers	38	–
Cash and bank balances	4,603	5,913
<b>Total cash and bank balances</b>	<b>4,641</b>	<b>5,913</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	90	54
Amounts payable for cancellation of shares	4	146
Purchases awaiting settlement	27,815	–
<b>Total other creditors</b>	<b>27,909</b>	<b>200</b>

## 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £nil).



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

Fund Management Fees 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 to the ACD at the year end in respect of Fund Management Fees was £90,240 (2020: £53,768). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £2,353,240 (2020: £418,122.). The amount outstanding at the year end was £2,353,240 (2020: £418,122). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Accumulation shares)	3,231,026	2,646,202	584,824
ACD and related parties (Class 3 Accumulation shares)	185,211,641	85,338,760	99,872,881

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

### 13 Shareholder funds

The Fund currently has four share classes: Class 1 and Class 4 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fee is as follows:

Class 1: 0.63%  
 Class 2: 0.48%  
 Class 3: 0.40%  
 Class 4: 0.48%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 110 and 111. The distributions per share are given in the distribution table on page 122. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Accumulation shares	11,346	139,613	(859)	–	150,100
Class 2 Accumulation shares	606,015	5,303,959	(926,704)	–	4,983,270
Class 3 Accumulation shares	99,872,881	86,989,151	(1,650,391)	–	185,211,641
Class 4 Accumulation shares	2,000	–	–	–	2,000

## 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 7 and 8.

#### 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.

#### Currency risk

At the year end date, 93.51% (2020: 94.00%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 9.35% (2020: 9.40%).

Currency	Net foreign currency assets					
	Monetary exposure £000		Non monetary exposure £000		Total £000	
	15.10.21	15.10.20	15.10.21	15.10.20	15.10.21	15.10.20
Danish krone	(512)	23	5,230	4,294	4,718	4,317
Euro	(8,013)	118	85,232	32,937	77,219	33,055
Hong Kong dollar	(1,666)	10	18,046	5,335	16,380	5,345
Japanese yen	(929)	30	10,265	5,318	9,336	5,348
South Korean won	(730)	(19)	6,542	2,193	5,812	2,174
US dollar	(13,130)	935	139,532	55,790	126,402	56,725

#### Interest rate risk

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

At the year end date 1.81% (2020: 5.19%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

#### Market price risk

At the year end date, 97.97% (2020: 94.89%) 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 9.80% (2020: 9.49%).

### 16 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.

15.10.21	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>Purchases</b>						
Equities	(159,683)	(60)	(161)	(159,904)	0.04%	0.10%
	(159,683)	(60)	(161)	(159,904)		
<b>Sales</b>						
Equities	36,745	(14)	(6)	36,725	0.04%	0.02%
	36,745	(14)	(6)	36,725		
<b>Total</b>		(74)	(167)			
<b>Percentage of Fund average net assets</b>		0.06%	0.11%			

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**16 Direct transaction costs (continued)**

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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases</b>						
Equities	(103,707)	(140)	(86)	(103,933)	0.13%	0.08%
	(103,707)	(140)	(86)	(103,933)		
<b>Sales</b>						
Equities	8,732	(4)	(2)	8,726	0.05%	0.02%
	8,732	(4)	(2)	8,726		
<b>Total</b>		(144)	(88)			
<b>Percentage of Fund average net assets</b>		0.14%	0.08%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.05% (2020: 0.08%). 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 TABLE

## Final distribution payable in pence per share for the six months ended 15 October 2021

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	0.8913	–	0.8913	0.1993
	Group 2	0.5464	0.3449	0.8913	0.1993
Class 2 Accumulation shares	Group 1	1.0701	–	1.0701	0.2484
	Group 2	0.7725	0.2976	1.0701	0.2484
Class 3 Accumulation shares	Group 1	1.2519	–	1.2519	0.4172
	Group 2	0.0706	1.1813	1.2519	0.4172
Class 4 Accumulation shares	Group 1	1.1820	–	1.1820	0.3715
	Group 2	1.1820	0.0000	1.1820	0.3715

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 16 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 16 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund does not currently undertake securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365) or use total return swaps.

## AVIVA INVESTORS CONTINENTAL EUROPEAN EQUITY FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of European companies.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in shares of European companies (including those in emerging markets in Europe but excluding companies in the UK).

#### Other investments

The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

#### Strategy

The Fund is actively managed with an unconstrained investment style, allowing the Investment Manager the freedom to invest in companies of any size, and at any stage of the business cycle. This will include investing in companies which the Investment Manager considers to be market leading or to have superior business models. It will include companies where the Investment Manager sees future opportunities for growth arising from long-term industry or consumer themes, or "hidden value", which the Investment Manager believes are currently undervalued by the market. This is balanced by an emphasis on risk management within the Fund, so the portfolio will be built from a diverse range of companies across different industry sectors.

#### Environmental, Social & Governance (ESG) factors

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's performance, is compared against the FTSE® Europe ex UK Total Return Index (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency of the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index represents developed and emerging markets in Europe, excluding the UK, and consists of large and medium sized companies, as defined by their market capitalisation (total market value of a company's outstanding shares).

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

The Fund posted a net return of 17.33%\* (share class 1) in the twelve months under review. The Fund's benchmark, the FTSE® AW Europe Ex UK TR Index, returned 22.28%.

The tracking error at the year end was 3.37%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund posted a strong absolute return over the twelve month review period but underperformed its benchmark.

European equities, like other developed markets, benefited from optimism towards economic growth on the back of Covid-19 vaccine rollouts and copious monetary and fiscal support. Confidence in the outlook for manufacturers grew as the period progressed as the easing of social restrictions released substantial pent-up demand for goods. However, the combination of this high demand and faltering output from a Covid-hampered Asian region saw worries increase about sustained above-target inflation. Concerns that central banks may tighten policy led to bouts of volatility but no sustained share market correction.

The Fund's underperformance was mostly related to stock selection. Among the main detractors was French information technology company Atos. The shares performed poorly after the firm announced its intention to bid for DXC, a large US-listed infrastructure outsourcing company. This deal did not meet investors' expectations. Despite Atos's decision not to pursue the transaction, its share price failed to recover to its previous level. French payments company Worldline also suffered disappointing returns as half-year operating earnings missed expectations. Holding no exposure to Danish pharmaceutical maker Novo Nordisk was unhelpful as the company raised its earnings outlook.

Among the stocks to add value were newly formed car-manufacturing super group Stellantis, which pleased the market with its commitment to transitioning to electric vehicles. Nordea Bank prospered from a general rally by European bank stocks on the strong economic recovery and a greater likelihood of interest rate hikes. German biotechnology company BioNTech and Austrian bank BAWAG also contributed well.

Towards the end of the period, we gradually increased the weight of industrials (Thyssenkrupp and Alstom), energy (Total Energies and Technip Energies) and utilities (Orsted and E.ON). We took profits from health care stocks, including Fresenius, BioNTech and PolyPeptide. We reduced holdings in richly valued stocks such as AAK and LVMH.

## AVIVA INVESTORS CONTINENTAL EUROPEAN EQUITY FUND (CONTINUED)

## FUND MANAGER'S REPORT (CONTINUED)

## Outlook

While market concerns around stagflation grew towards the end of the third quarter, we think that the improvement expected in US and China economic data during the fourth quarter should start to ease fears in this regard. Despite some volatility in European equity prices, consensus earnings forecasts continue to improve, which augurs well for both the economy and the near-term prospects of European stocks. Although they have become richer recently, European equity valuations remain very attractive relative to bonds in our view.

We expect that the value rally will continue and intend to retain, and eventually increase, the fund's positioning in this category of stocks. Overall, we will maintain the fund's structural focus on quality companies exposed to secular growth trends in various sectors.

## November 2021

\* Fund performance figures – source Lipper, a Thomson Reuters company, net of fees, net income reinvested.

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 126 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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## Performance History – Income Shares

Calendar year	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	15.28	21.17
31.12.16 to 31.12.17	18.24	16.86
31.12.17 to 31.12.18	-16.88	-9.08
31.12.18 to 31.12.19	17.70	21.20
31.12.19 to 31.12.20	10.70	7.80

\* Benchmark – FTSE\* Europe ex UK Total Return Index.

## Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	14.54	14.71	15.28	21.17
31.12.16 to 31.12.17	17.49	17.65	18.24	16.86
31.12.17 to 31.12.18	-17.42	-17.30	-16.88	-9.08
31.12.18 to 31.12.19	16.90	17.10	17.70	21.20
31.12.19 to 31.12.20	10.00	10.20	10.70	7.80

\* Benchmark – FTSE\* Europe ex UK Total Return Index.

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.

## Material Portfolio Changes

Purchases	Sales
Roche Holding	Fresenius
Siemens	Covestro
BASF	Unilever
Atos	ABB
Muenchener Rueckversicherungs-Gesellschaft	CRH
Enel	Epiroc 'A'
Henkel Preference	Neste
QIAGEN	Nordea Bank
ING Groep	ASML Holding
InPost SA	Stellantis

## Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

	2021 p per share	2020 p per share	2019 p per share
<b>Class 1 Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	242.17	234.06	226.18
Return before operating charges <sup>†</sup>	48.94	10.44	10.14
Operating charges	(2.73)	(2.33)	(2.26)
Return after operating charges <sup>†</sup>	46.21	8.11	7.88
Distributions	(3.53)	(1.35)	(3.46)
Retained distributions on accumulation shares	3.53	1.35	3.46
Closing net asset value per share	288.38	242.17	234.06
<sup>†</sup> after direct transaction costs of	(0.16)	(0.19)	(0.20)
<b>Performance</b>			
Return after charges (%)	19.08%	3.46%	3.48%
<b>Other information</b>			
Closing net asset value (£000)	124,396	110,517	113,327
Closing number of shares	43,136,854	45,636,467	48,418,043
Operating charges (%) <sup>‡</sup>	1.00%	1.00%	1.00%
Direct transaction costs (%) <sup>#</sup>	0.06%	0.08%	0.09%
<b>Prices<sup>≈</sup></b>			
Highest share price	297.39	254.32	245.86
Lowest share price	222.47	172.39	204.52

	2021 p per share	2020 p per share	2019 p per share
<b>Class 2 Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	379.63	366.37	353.50
Return before operating charges <sup>†</sup>	76.76	16.36	15.87
Operating charges	(3.64)	(3.10)	(3.00)
Return after operating charges <sup>†</sup>	73.12	13.26	12.87
Distributions	(6.19)	(2.67)	(5.94)
Retained distributions on accumulation shares	6.19	2.67	5.94
Closing net asset value per share	452.75	379.63	366.37
<sup>†</sup> after direct transaction costs of	(0.26)	(0.29)	(0.32)
<b>Performance</b>			
Return after charges (%)	19.26%	3.62%	3.64%
<b>Other information</b>			
Closing net asset value (£000)	22,921	21,111	24,335
Closing number of shares	5,062,701	5,560,730	6,642,124
Operating charges (%) <sup>‡</sup>	0.85%	0.85%	0.85%
Direct transaction costs (%) <sup>#</sup>	0.06%	0.08%	0.09%
<b>Prices<sup>≈</sup></b>			
Highest share price	466.81	398.55	384.71
Lowest share price	348.78	270.01	319.75

	2021 p per share	2020 p per share	2019 p per share
<b>Class 3 Income shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	373.99	363.58	356.50
Return before operating charges <sup>†</sup>	75.77	16.15	16.09
Operating charges	(1.48)	(1.27)	(1.25)
Return after operating charges <sup>†</sup>	74.29	14.88	14.84
Distributions	(8.22)	(4.47)	(7.76)
Closing net asset value per share	440.06	373.99	363.58
<sup>†</sup> after direct transaction costs of	(0.25)	(0.29)	(0.32)
<b>Performance</b>			
Return after charges (%)	19.86%	4.09%	4.16%
<b>Other information</b>			
Closing net asset value (£000)	12,601	11,224	17,167
Closing number of shares	2,863,472	3,001,194	4,721,831
Operating charges (%) <sup>‡</sup>	0.35%	0.35%	0.35%
Direct transaction costs (%) <sup>#</sup>	0.06%	0.08%	0.09%
<b>Prices<sup>≈</sup></b>			
Highest share price	460.84	396.03	387.64
Lowest share price	343.71	268.53	322.83

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> 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	15.10.21	15.10.20
Class 1	1.00%	1.00%
Class 2	0.85%	0.85%
Class 3	0.35%	0.35%

\* 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.

The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 99.31% (99.41%)</b>				
<b>Austria 1.46% (1.02%)</b>				
BAWAG Group	EUR	50,856	2,343	1.46
			2,343	1.46
<b>Belgium 5.50% (4.96%)</b>				
Anheuser-Busch InBev	EUR	51,534	2,096	1.31
Bone Therapeutics	EUR	46,517	56	0.04
KBC Group	EUR	59,034	3,965	2.48
Umicore	EUR	60,073	2,673	1.67
			8,790	5.50
<b>Denmark 1.04% (0.00%)</b>				
Orsted	DKK	17,017	1,671	1.04
			1,671	1.04
<b>Finland 2.35% (3.67%)</b>				
Nokia	EUR	411,294	1,794	1.12
Nordea Bank	EUR	216,648	1,964	1.23
			3,758	2.35
<b>France 31.72% (30.59%)</b>				
Air Liquide	EUR	25,338	3,057	1.91
Alstom	EUR	44,527	1,164	0.73
Atos	EUR	57,465	2,206	1.38
AXA	EUR	228,095	4,611	2.88
Bureau Veritas	EUR	74,814	1,713	1.07
Carrefour	EUR	113,164	1,472	0.92
Danone	EUR	46,429	2,244	1.40
Engie	EUR	149,770	1,446	0.90
EssilorLuxottica	EUR	10,912	1,500	0.94
Faurecia	EUR	49,650	1,831	1.15
Kering	EUR	1,423	804	0.50
LVMH Moet Hennessy Louis Vuitton	EUR	7,315	4,139	2.59
Orange	EUR	214,340	1,716	1.07
Pernod Ricard	EUR	12,788	2,135	1.34
Sanofi	EUR	46,946	3,317	2.07
Schneider Electric	EUR	24,671	3,003	1.88
Thales	EUR	42,428	2,977	1.86
TotalEnergies	EUR	131,502	4,915	3.07
Veolia Environnement	EUR	74,872	1,702	1.07
Vinci	EUR	10,382	791	0.50
Vivendi	EUR	173,992	1,631	1.02
Worldline	EUR	41,192	2,357	1.47
			50,731	31.72
<b>Germany 20.35% (22.10%)</b>				
Allianz	EUR	17,539	2,936	1.84
BASF	EUR	61,948	3,395	2.12
Beiersdorf	EUR	18,362	1,449	0.91
E.ON	EUR	126,997	1,121	0.70
Evonik Industries	EUR	53,851	1,242	0.78
Henkel Preference	EUR	19,310	1,266	0.79
Infineon Technologies	EUR	68,278	2,130	1.33
Muenchener Rueckversicherungs-Gesellschaft	EUR	11,533	2,369	1.48
SAP	EUR	44,142	4,677	2.93
Siemens	EUR	40,086	4,718	2.95
Siemens Energy	EUR	94,782	1,894	1.18
thyssenkrupp	EUR	174,776	1,295	0.81
Vantage Towers	EUR	75,000	1,837	1.15
Volkswagen Preference	EUR	13,161	2,207	1.38
			32,536	20.35

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Ireland 1.44% (3.37%)</b>				
Kerry Group 'A'	EUR	23,659	2,309	1.44
			2,309	1.44
<b>Italy 5.17% (3.26%)</b>				
Enel	EUR	389,001	2,252	1.41
Intesa Sanpaolo	EUR	791,535	1,708	1.07
Prysmian	EUR	98,709	2,591	1.62
Telecom Italia	EUR	6,024,872	1,716	1.07
			8,267	5.17
<b>Luxembourg 0.00% (0.99%)</b>				
<b>Netherlands 12.67% (8.83%)</b>				
Airbus	EUR	22,076	2,116	1.32
ASML Holding	EUR	10,059	5,698	3.56
ING Groep	EUR	234,674	2,566	1.61
QIAGEN	EUR	38,054	1,433	0.90
Stellantis	EUR	146,279	2,123	1.33
STMicroelectronics	EUR	86,762	2,674	1.67
Technip Energies	EUR	175,010	2,163	1.35
Universal Music Group	EUR	71,637	1,483	0.93
			20,256	12.67
<b>Portugal 1.66% (2.07%)</b>				
EDP – Energias de Portugal	EUR	672,812	2,651	1.66
			2,651	1.66
<b>Spain 2.10% (1.27%)</b>				
Banco Santander	EUR	1,188,802	3,359	2.10
			3,359	2.10
<b>Sweden 0.00% (1.26%)</b>				
<b>Switzerland 13.85% (15.49%)</b>				
Alcon	CHF	31,126	1,777	1.11
Cie Financiere Richemont	CHF	20,287	1,762	1.10
Cie Financiere Richemont Warrant 22/11/2023	CHF	48,118	23	0.02
GeNeuro	EUR	21,347	66	0.04
Lonza Group	CHF	3,826	2,158	1.35
Nestle	CHF	72,669	6,557	4.10
Novartis	CHF	78,406	4,726	2.96
Roche Holding	CHF	18,015	5,075	3.17
			22,144	13.85
<b>United Kingdom 0.00% (0.53%)</b>				
<b>Equities total</b>			<b>158,815</b>	<b>99.31</b>
<b>Liquidity Funds 0.00% (0.21%)</b>				
Investment assets			158,815	99.31
Net other assets			1,103	0.69
<b>Net assets</b>			<b>159,918</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		24,732		4,180
Revenue	3	3,946		2,808	
Expenses	4	(1,456)		(1,339)	
Net revenue before taxation		2,490		1,469	
Taxation	5	(375)		(488)	
Net revenue after taxation			2,115		981
<b>Total return before distributions</b>			<b>26,847</b>		<b>5,161</b>
Distributions	6		(2,115)		(981)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>24,732</b>		<b>4,180</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>142,852</b>		<b>154,829</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	1,296		1,579	
Amounts payable on cancellation of shares	(10,798)		(18,506)	
		(9,502)		(16,927)
Dilution adjustment		–		4
Change in net assets attributable to shareholders from investment activities (see above)		24,732		4,180
Retained distribution on accumulation shares		1,836		766
<b>Closing net assets attributable to shareholders</b>		<b>159,918</b>		<b>142,852</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	158,815	142,310
<b>Current assets:</b>			
Debtors	8	340	933
Cash and bank balances	9	1,284	331
<b>Total assets</b>		<b>160,439</b>	<b>143,574</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Distribution payable		(205)	(110)
Other creditors	10	(316)	(612)
<b>Total liabilities</b>		<b>(521)</b>	<b>(722)</b>
<b>Net assets attributable to shareholders</b>		<b>159,918</b>	<b>142,852</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Currency (losses)/gains	(1)	16
Forward currency contracts gains	4	–
Non-derivative securities gains	24,729	4,164
<b>Net capital gains</b>	<b>24,732</b>	<b>4,180</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	10	2
Overseas dividends	3,907	2,806
Stock lending commission*	3	–
UK dividends	26	–
<b>Total revenue</b>	<b>3,946</b>	<b>2,808</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,449	1,331
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	7	8
<b>Total expenses</b>	<b>1,456</b>	<b>1,339</b>

The audit fee was £9,253 (2020: £8,897) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	375	488
<b>Total current tax (see note 5b)</b>	<b>375</b>	<b>488</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: higher) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>2,490</b>	<b>1,469</b>
Corporation tax at 20%	498	294
<b>Effects of:</b>		
Movement in excess management expenses	269	248
Overseas dividends not subject to corporation tax	(758)	(543)
Overseas tax expensed	(4)	–
Overseas tax suffered	375	488
UK dividends not subject to corporation tax	(5)	–
Tax credit on Loan relationship deficit	–	1
<b>Current tax charge (see note 5a)</b>	<b>375</b>	<b>488</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £25,366,193 (2020: £24,022,392) creating a potential deferred tax asset of £5,073,239 (2020: £4,804,478). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Interim distribution	34	35
Final distribution	2,039	877
	2,073	912
Add: Revenue deducted on cancellation of shares	48	73
Deduct: Revenue received on issue of shares	(6)	(4)
<b>Total distributions</b>	<b>2,115</b>	<b>981</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	2,115	981
<b>Net revenue after taxation</b>	<b>2,115</b>	<b>981</b>

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

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	Assets at 15.10.21 £000	Assets at 15.10.20 £000
Level 1: Quoted prices	158,815	142,010
Level 2: Observable market data	–	300
<b>Total value</b>	<b>158,815</b>	<b>142,310</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	6	6
Corporation tax recoverable	69	69
Overseas tax recoverable	265	289
Sales awaiting settlement	–	569
<b>Total debtors</b>	<b>340</b>	<b>933</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	1,284	331
<b>Total cash and bank balances</b>	<b>1,284</b>	<b>331</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	177	170
Amounts payable for cancellation of shares	139	442
<b>Total other creditors</b>	<b>316</b>	<b>612</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £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.

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 to the ACD at the year end in respect of Fund Management Fee was £177,079 (2020: £170,128). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £275,825 (2020: £163,754). The amount outstanding at the year end was £244,237 (2020: £128,473). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £nil (2020: £4,100,000) and £300,000 (2020: £3,800,000) respectively. The income received during the year amounted to £5 (2020: £427).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 3 Income shares)	2,863,472	(137,722)	3,001,194
ACD and related parties (Class 1 Accumulation shares)	16,978	(37)	17,015
ACD and related parties (Class 2 Accumulation shares)	625,585	(54,293)	679,878

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 1.00%  
Class 2: 0.85%  
Class 3: 0.35%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 126. The distributions per share are given in the distribution tables on page 137. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 3 Income shares	3,001,194	56,997	(194,719)	–	2,863,472
Class 1 Accumulation shares	45,636,467	284,221	(2,682,608)	(101,226)	43,136,854
Class 2 Accumulation shares	5,560,730	64,164	(626,703)	64,510	5,062,701



## 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 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 99.58% (2020: 99.48%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 9.96% (2020: 9.95%).

Currency	Net foreign currency assets					
	Monetary exposure £000		Non monetary exposure £000		Total £000	
	15.10.21	15.10.20	15.10.21	15.10.20	15.10.21	15.10.20
Danish krone	7	–	1,671	–	1,678	–
Euro	400	726	135,066	117,404	135,466	118,130
Swedish krona	8	76	–	1,795	8	1,871
Swiss franc	11	51	22,078	22,050	22,089	22,101
US dollar	12	3	–	–	12	3

**Interest rate risk**

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

At the year end date 0.80% (2020: 0.44%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

**Market price risk**

At the year end date, 99.31% (2020: 99.62%) 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 9.93% (2020: 9.96%).

**16 Stock lending**

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Equities	(71,535)	(23)	(48)	(71,606)	0.03%	0.07%
	(71,535)	(23)	(48)	(71,606)		
<b>Sales</b>						
Equities	79,563	(30)	–	79,533	0.04%	0.00%
Funds	300	–	–	300	0.00%	0.00%
	79,863	(30)	–	79,833		
<b>Total</b>		(53)	(48)			
<b>Percentage of Fund average net assets</b>		0.03%	0.03%			

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	(59,797)	(23)	(66)	(59,886)	0.04%	0.11%
Funds	(4,100)	–	–	(4,100)	0.00%	0.00%
<b>Purchases (including Corporate Action activity only)</b>						
Equities	(166)	–	–	(166)	0.00%	0.00%
	(64,063)	(23)	(66)	(64,152)		
<b>Sales</b>						
Equities	75,817	(26)	–	75,791	0.03%	0.00%
Funds	3,800	–	–	3,800	0.00%	0.00%
	79,617	(26)	–	79,591		
<b>Total</b>		(49)	(66)			
<b>Percentage of Fund average net assets</b>		0.03%	0.05%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.03% (2020: 0.06%). 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 six months ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 3 Income shares	Group 1	7.1670	–	7.1670	3.6689
	Group 2	2.3586	4.8084	7.1670	3.6689

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	3.5311	–	3.5311	1.3546
	Group 2	1.0486	2.4825	3.5311	1.3546
Class 2 Accumulation shares	Group 1	6.1402	–	6.1402	2.6669
	Group 2	2.0223	4.1179	6.1402	2.6669

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## Interim distribution paid in pence per share for the six months ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 3 Income shares	Group 1	1.0570	–	1.0570	0.7991
	Group 2	0.7999	0.2571	1.0570	0.7991

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Accumulation shares	Group 1	0.0000	–	0.0000	0.0000
	Group 2	0.0000	0.0000	0.0000	0.0000
Class 2 Accumulation shares	Group 1	0.0456	–	0.0456	0.0000
	Group 2	0.0081	0.0375	0.0456	0.0000

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS CORPORATE BOND FUND

### INVESTMENT OBJECTIVE

The Fund will aim to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is Markit iBoxx® Sterling Non-Gilts Total Return Index.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in high quality bonds, which have been independently rated as "investment grade" with a credit rating of BBB-/Baa3 or above, issued by companies and supranational organisations in Sterling or hedged to Sterling.

#### Other investments

The Fund may also invest in other bonds, including those issued by governments, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed, and the Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk-adjusted returns. The Investment Manager will focus on identifying what they judge to be higher quality corporate bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

#### Environmental, Social and Governance (ESG) factors

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 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's performance is measured against the Index, after charges and taxes. The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of investment grade bonds issued by companies and denominated in sterling, with a maturity date exceeding 1 year, but excludes government bonds.

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Corporate Bond Fund delivered a total return of -1.88% (share class 1), net of fees. The Fund's benchmark, the Markit iBoxx Sterling Non-Gilts Total Return Index, returned -1.43% over the same period.

The tracking error at the year end was 0.25%.

#### Review

The Fund posted a negative total return in what was a challenging twelve months for fixed income assets. The main drag on performance was the weakness of the underlying government bond market. Yields, which move inversely to prices, rose as inflation expectations climbed at their fastest pace since the global financial crisis. This was a function of strong economic growth data (notably in the manufacturing sector), rising commodity prices and the impact of clogged supply chains. Losses were offset, however, by good performance from corporate bonds in an environment of improving confidence and a brighter outlook for the UK economy on the back of a highly successful Covid-19 vaccine rollout.

Within the Fund, we gradually increased risk in the early stages of the period as Covid vaccination programmes boosted the outlook for growth as economies opened up. At that stage, leisure and transport related credits added the most to Fund performance. We became a little more cautious later, however, as inflation began to rise ahead of central bank targets and the outlook for the global economy weakened slightly.

Among the top contributors to Fund performance were the airport operators Heathrow and Gatwick, whose fortunes appeared poised for a rebound after vaccinations reopened international routes. GE performed well as it made progress in paying down its huge debt burden. Value was also added by Time Warner and insurance group AXA. At the credit quality level, holding an overweight in BBB rated credits was also helpful as lower-quality areas of the market outperformed.

The main drag on performance was the exposure to gilts, which posted negative returns. At the individual security level, Scottish Widows performed disappointingly.

## AVIVA INVESTORS CORPORATE BOND FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook

The global economic outlook continues to improve on the back of mass Covid-19 vaccination programmes and huge fiscal stimulus, most notably in the US. We expect this to persist in the medium term.

With central banks still officially committed to supporting the financial system with ultra-low interest rates and expansive liquidity programmes, we expect default rates to remain low and credit fundamentals to improve. Technical factors offer a further underpinning as investor demand remains very strong but issuance is expected to fall away somewhat.

Corporate bond valuations nevertheless remain stretched and we are wary of taking on too much credit risk within lower-quality segments of the market. Indeed, changes to monetary policy guidance in response to rising inflationary pressures is a notable source of potential volatility.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 141 and 142 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	7.95	8.12	8.38	10.65
31.12.16 to 31.12.17	3.97	4.16	4.48	4.32
31.12.17 to 31.12.18	-2.22	-2.08	-1.78	-1.51
31.12.18 to 31.12.19	8.60	8.80	9.10	9.30
31.12.19 to 31.12.20	7.50	7.60	8.00	7.80

\* Benchmark – a composite benchmark of 40% Markit iBoxx® Sterling Non-Gilts Index, 50% Bloomberg Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Markets Bond Index (Sterling Hedged).

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.

### Material Portfolio Changes

Purchases	Sales
UK Treasury 0.63% 31/07/2035	UK Treasury 1.63% 22/10/2028
UK Treasury 1.63% 22/10/2028	UK Treasury 4.25% 07/03/2036
European Investment Bank 1.00% 21/09/2026	European Investment Bank 1.00% 21/09/2026
Kreditanstalt fuer Wiederaufbau 0.75% 07/12/2027	UK Treasury 4.50% 07/12/2042
UK Treasury 4.25% 07/12/2055	UK Treasury 0.63% 31/07/2035
UK Treasury 0.63% 07/06/2025	Barclays Bank 10.00% 21/05/2021
UK Treasury 4.50% 07/12/2042	European Investment Bank 0.88% 15/12/2023
Bank of America, FRN 1.67% 02/06/2029	BNP Paribas 1.13% 16/08/2022
JPMorgan Chase, FRN 0.99% 28/04/2026	UK Treasury 0.63% 07/06/2025
BNP Paribas 1.25% 13/07/2031	Cooperatieve Rabobank 1.25% 14/01/2025

### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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.
- During the year ended 15 October 2021, the indicator changed from category 3 to category 4.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	64.07	62.15	58.81
Return before operating charges <sup>†</sup>	(0.56)	3.67	5.26
Operating charges	(0.49)	(0.49)	(0.47)
Return after operating charges <sup>†</sup>	(1.05)	3.18	4.79
Distributions	(0.99)	(1.26)	(1.45)
Closing net asset value per share	62.03	64.07	62.15
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(1.64)%	5.12%	8.14%
<b>Other information</b>			
Closing net asset value (£000)	65,358	71,821	86,744
Closing number of shares	105,357,347	112,096,029	139,568,712
Operating charges (%) <sup>†</sup>	0.77%	0.77%	0.77%
Direct transaction costs (%) <sup>†</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	66.05	64.63	63.75
Lowest share price	61.67	57.17	58.47

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	96.51	93.61	88.58
Return before operating charges <sup>†</sup>	(0.84)	5.53	7.93
Operating charges	(0.60)	(0.59)	(0.57)
Return after operating charges <sup>†</sup>	(1.44)	4.94	7.36
Distributions	(1.63)	(2.04)	(2.33)
Closing net asset value per share	93.44	96.51	93.61
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(1.49)%	5.28%	8.31%
<b>Other information</b>			
Closing net asset value (£000)	79,085	104,271	86,200
Closing number of shares	84,637,705	108,044,557	92,079,893
Operating charges (%) <sup>†</sup>	0.62%	0.62%	0.62%
Direct transaction costs (%) <sup>†</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	99.52	97.38	96.05
Lowest share price	92.93	86.13	88.09

Class 3 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	127.18	123.36	116.72
Return before operating charges <sup>†</sup>	(1.11)	7.29	10.46
Operating charges	(0.41)	(0.40)	(0.39)
Return after operating charges <sup>†</sup>	(1.52)	6.89	10.07
Distributions	(2.53)	(3.07)	(3.43)
Closing net asset value per share	123.13	127.18	123.36
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(1.20)%	5.59%	8.63%
<b>Other information</b>			
Closing net asset value (£000)	3,339,709	2,738,916	2,290,150
Closing number of shares	2,712,306,937	2,153,629,884	1,856,466,415
Operating charges (%) <sup>†</sup>	0.32%	0.32%	0.32%
Direct transaction costs (%) <sup>†</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	131.23	128.39	126.62
Lowest share price	122.55	113.57	116.12

## COMPARATIVE TABLES (CONTINUED)

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	201.78	191.03	175.70
Return before operating charges <sup>†</sup>	(1.81)	11.38	15.92
Operating charges	(0.66)	(0.63)	(0.59)
Return after operating charges <sup>†</sup>	(2.47)	10.75	15.33
Distributions	(4.05)	(4.80)	(5.22)
Retained distributions on accumulation shares	4.05	4.80	5.22
Closing net asset value per share	199.31	201.78	191.03
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(1.22)%	5.63%	8.73%
<b>Other information</b>			
Closing net asset value (£000)	31,200	27,824	27,572
Closing number of shares	15,653,723	13,788,919	14,433,202
Operating charges (%) <sup>‡</sup>	0.32%	0.32%	0.32%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	208.21	202.53	194.73
Lowest share price	197.44	176.98	174.79

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.77%	0.77%
Class 2	0.62%	0.62%
Class 3	0.32%	0.32%

\* 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. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 0.80%. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Government Bonds 8.29% (11.14%)</b>				
<b>United Kingdom 8.29% (11.14%)</b>				
UK Treasury 0.63% 07/06/2025	GBP	20,000,000	20,033	0.57
UK Treasury 1.63% 22/10/2028	GBP	41,645,392	43,949	1.25
UK Treasury 0.88% 31/07/2033	GBP	13,191,439	12,835	0.37
UK Treasury 0.63% 31/07/2035	GBP	115,000,000	105,742	3.01
UK Treasury 4.50% 07/12/2042	GBP	20,700,000	32,805	0.93
UK Treasury 1.75% 22/01/2049	GBP	42,000,000	45,825	1.30
UK Treasury 4.25% 07/12/2055	GBP	16,721,000	30,357	0.86
			291,546	8.29
<b>Government Bonds total</b>			<b>291,546</b>	<b>8.29</b>
<b>Corporate Bonds 84.64% (81.22%)</b>				
<b>Belgium 0.52% (0.75%)</b>				
Anheuser-Busch InBev 4.00% 24/09/2025	GBP	10,000,000	11,052	0.31
Anheuser-Busch InBev 2.85% 25/05/2037	GBP	7,000,000	7,360	0.21
			18,412	0.52
<b>Cayman Islands 0.17% (0.29%)</b>				
Trafford Centre Finance 6.50% 28/07/2033	GBP	3,042,935	3,613	0.10
Trafford Centre Finance, Series D2 8.28% 28/10/2022	GBP	2,406,919	2,307	0.07
			5,920	0.17
<b>China 0.82% (0.99%)</b>				
Industrial & Commercial Bank of China 1.50% 31/07/2022	GBP	28,744,000	28,845	0.82
			28,845	0.82
<b>France 7.48% (7.45%)</b>				
AXA, FRN 5.63% 16/01/2054	GBP	26,000,000	31,687	0.90
BNP Paribas 1.25% 13/07/2031	GBP	45,000,000	41,529	1.18
Credit Agricole, FRN 1.87% 09/12/2031	GBP	20,400,000	20,077	0.57
Dexia Credit Local 0.25% 10/12/2026	GBP	33,200,000	31,897	0.91
Electricite de France 6.13% 02/06/2034	GBP	8,300,000	11,642	0.33
Electricite de France 5.50% 17/10/2041	GBP	27,100,000	38,896	1.11
Electricite de France 6.00% 23/01/2114	GBP	7,900,000	13,604	0.39
Electricite de France, FRN 6.00% Perpetual	GBP	9,800,000	10,708	0.30
Engie 5.00% 01/10/2060	GBP	5,400,000	8,503	0.24
LVMH Moet Hennessy Louis Vuitton 1.13% 11/02/2027	GBP	14,200,000	14,096	0.40
SNCF Reseau 5.50% 01/12/2021	GBP	25,825,000	25,981	0.74
Veolia Environnement, FRN 2.50% Perpetual	EUR	16,900,000	14,359	0.41
			262,979	7.48
<b>Germany 3.56% (1.61%)</b>				
Deutsche Bahn Finance GMBH 3.13% 24/07/2026	GBP	18,452,000	20,183	0.58
Kreditanstalt fuer Wiederaufbau 1.38% 09/12/2024	GBP	45,000,000	45,830	1.30
Kreditanstalt fuer Wiederaufbau 0.75% 07/12/2027	GBP	60,000,000	59,146	1.68
			125,159	3.56
<b>Hong Kong 0.10% (0.00%)</b>				
AIA Group, FRN 0.88% 09/09/2033	EUR	4,384,000	3,650	0.10
			3,650	0.10
<b>Ireland 0.52% (1.02%)</b>				
GE Capital UK Funding 5.88% 18/01/2033	GBP	6,500,000	8,654	0.25
GE Capital UK Funding 8.00% 14/01/2039	GBP	5,500,000	9,424	0.27
Lambay Capital Securities 6.25% Perpetual <sup>§</sup>	GBP	10,000,000	1	–
			18,079	0.52
<b>Italy 0.43% (0.76%)</b>				
Intesa Sanpaolo 2.50% 15/01/2030	GBP	15,000,000	15,151	0.43
			15,151	0.43

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 0.57% (0.00%)</b>				
East Japan Railway 1.16% 15/09/2028	GBP	20,522,000	20,068	0.57
			20,068	0.57
<b>Jersey 1.40% (2.71%)</b>				
AA Bond 6.27% 02/07/2043	GBP	4,800,000	5,454	0.16
Gatwick Funding 2.63% 07/10/2048	GBP	20,800,000	19,015	0.54
Heathrow Funding 7.13% 14/02/2024	GBP	22,000,000	24,682	0.70
			49,151	1.40
<b>Luxembourg 1.10% (0.39%)</b>				
Blackstone Property Partners Europe Holdings 2.63% 20/10/2028	GBP	13,609,000	13,730	0.39
CK Hutchison Group Telecom Finance 2.00% 17/10/2027	GBP	25,000,000	25,070	0.71
			38,800	1.10
<b>Mexico 0.19% (0.45%)</b>				
America Movil 4.38% 07/08/2041	GBP	5,146,000	6,483	0.19
			6,483	0.19
<b>Netherlands 5.45% (8.18%)</b>				
BNG Bank 1.00% 17/06/2022	GBP	27,300,000	27,420	0.78
BNG Bank 0.50% 21/12/2026	GBP	36,000,000	35,147	1.00
Deutsche Telekom International Finance 1.25% 06/10/2023	GBP	19,400,000	19,514	0.55
E.ON International Finance 6.38% 07/06/2032	GBP	19,720,000	27,275	0.78
Enel Finance International 5.63% 14/08/2024	GBP	30,000,000	33,788	0.96
Enel Finance International 5.75% 14/09/2040	GBP	18,500,000	27,141	0.77
Volkswagen Financial Services 2.13% 27/06/2024	GBP	21,000,000	21,413	0.61
			191,698	5.45
<b>Spain 3.58% (3.44%)</b>				
Banco Bilbao Vizcaya Argentaria, FRN 3.10% 15/07/2031	GBP	12,600,000	13,042	0.37
Banco Santander 1.38% 31/07/2024	GBP	38,300,000	38,519	1.10
Banco Santander 1.50% 14/04/2026	GBP	11,500,000	11,383	0.32
Banco Santander, FRN 2.25% 04/10/2032	GBP	30,000,000	29,661	0.84
Cellnex Finance 2.00% 15/02/2033	EUR	26,200,000	21,272	0.61
Iberdrola Finanzas 7.38% 29/01/2024	GBP	10,500,000	11,984	0.34
			125,861	3.58
<b>Switzerland 0.00% (0.55%)</b>				
<b>United Kingdom 40.63% (42.74%)</b>				
Anglian Water Osprey Financing 2.00% 31/07/2028	GBP	12,000,000	11,869	0.34
Annington Funding 2.65% 12/07/2025	GBP	36,000,000	37,369	1.06
Annington Funding 2.31% 06/10/2032	GBP	16,695,000	16,483	0.47
Annington Funding 3.94% 12/07/2047	GBP	10,000,000	11,890	0.34
Barclays 3.25% 12/02/2027	GBP	31,200,000	33,171	0.94
Barclays, FRN 1.11% 12/05/2032	EUR	23,574,000	19,838	0.56
Barclays Bank UK 4.25% 12/01/2022	GBP	20,833,000	21,024	0.60
BAT International Finance 4.00% 04/09/2026	GBP	13,000,000	14,160	0.40
BAT International Finance 2.25% 26/06/2028	GBP	15,488,000	15,213	0.43
BAT International Finance 2.25% 09/09/2052	GBP	9,700,000	6,799	0.19
Broadgate Financing 5.00% 05/10/2033	GBP	17,400,000	19,588	0.56
Canary Wharf Finance II 6.46% 22/10/2033	GBP	6,079,715	7,327	0.21
Canary Wharf Group Investment Holdings 2.63% 23/04/2025	GBP	8,894,000	8,998	0.26
Channel Link Enterprises Finance, FRN 3.04% 30/06/2050	GBP	5,488,000	5,475	0.16
Clarion Funding 3.13% 19/04/2048	GBP	16,250,000	19,090	0.54
Clarion Funding 1.88% 07/09/2051	GBP	16,833,000	15,271	0.43
Connect Plus M25 Issuer 2.61% 31/03/2039	GBP	16,723,335	18,072	0.51
Diageo Finance 1.25% 28/03/2033	GBP	13,308,000	12,536	0.36
DS Smith 2.88% 26/07/2029	GBP	21,079,000	21,848	0.62
Eversholt Funding 2.74% 30/06/2040	GBP	9,451,292	9,723	0.28
Experian Finance 0.74% 29/10/2025	GBP	16,108,000	15,768	0.45
FCE Bank 2.73% 03/06/2022	GBP	12,000,000	12,116	0.34

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United Kingdom 40.63% (42.74%) (continued)</b>				
Folio Residential Finance NO 1 1.25% 31/10/2037	GBP	13,974,000	13,803	0.39
GlaxoSmithKline Capital 1.63% 12/05/2035	GBP	35,290,000	33,269	0.95
Grainger 3.38% 24/04/2028	GBP	20,050,000	21,388	0.61
Great Rolling Stock 6.50% 05/04/2031	GBP	12,663,700	15,874	0.45
Greene King Finance, FRN 1.87% 15/12/2034	GBP	8,889,000	7,318	0.21
HSBC Bank 4.75% 24/03/2046	GBP	30,000,000	39,461	1.12
HSBC Holdings 6.75% 11/09/2028	GBP	15,100,000	19,067	0.54
HSBC Holdings, FRN 2.17% 27/06/2023	GBP	28,390,000	28,664	0.82
HSBC Holdings, FRN 3.00% 22/07/2028	GBP	12,265,000	12,849	0.37
Imperial Brands Finance 8.13% 15/03/2024	GBP	25,660,000	29,543	0.84
Imperial Brands Finance 5.50% 28/09/2026	GBP	12,300,000	14,261	0.41
Investec, FRN 2.63% 04/01/2032	GBP	15,108,000	14,950	0.43
Investec Bank 9.63% 17/02/2022	GBP	8,400,000	8,638	0.25
Investec Bank, FRN 4.25% 24/07/2028	GBP	10,100,000	10,500	0.30
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	21,140,912	25,520	0.73
Legal & General Group, FRN 3.75% 26/11/2049	GBP	10,000,000	10,489	0.30
Legal & General Group, FRN 4.50% 01/11/2050	GBP	16,300,000	18,010	0.51
Lloyds Bank 5.13% 07/03/2025	GBP	14,954,000	17,040	0.48
Lloyds Bank 7.63% 22/04/2025	GBP	22,000,000	26,600	0.76
Lloyds Banking Group 2.25% 16/10/2024	GBP	28,794,000	29,582	0.84
Lloyds Banking Group, FRN 2.71% 03/12/2035	GBP	24,000,000	23,960	0.68
M&G, FRN 5.63% 20/10/2051	GBP	15,300,000	17,805	0.51
Meadowhall Finance 4.99% 12/07/2037	GBP	10,726,349	11,956	0.34
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	18,000,000	19,899	0.57
Mitchells & Butlers Finance, Series A2 5.57% 15/12/2030	GBP	7,435,310	8,372	0.24
Motability Operations Group 1.50% 20/01/2041	GBP	25,122,000	22,435	0.64
National Grid 0.75% 01/09/2033	EUR	25,000,000	20,610	0.59
National Grid Electricity Transmission 2.00% 17/04/2040	GBP	10,103,000	9,592	0.27
NatWest Group, FRN 2.87% 19/09/2026	GBP	22,000,000	22,999	0.65
NatWest Group, FRN 3.62% 14/08/2030	GBP	35,000,000	36,769	1.05
NatWest Group, FRN 2.10% 28/11/2031	GBP	12,292,000	12,157	0.35
Network Rail Infrastructure Finance 4.75% 29/11/2035	GBP	20,140,000	28,484	0.81
Orbit Capital 2.00% 24/11/2038	GBP	9,854,000	9,513	0.27
RAC Bond 4.57% 06/05/2046	GBP	20,820,000	21,633	0.62
Segro, REIT 2.38% 11/10/2029	GBP	13,700,000	14,470	0.41
Southern Gas Networks 2.50% 03/02/2025	GBP	25,951,000	27,019	0.77
Sovereign Housing Capital 2.38% 04/11/2048	GBP	14,660,000	15,244	0.43
SSE, FRN 3.74% Perpetual	GBP	16,690,000	17,056	0.49
Stonewater Funding 1.63% 10/09/2036	GBP	29,462,000	27,724	0.79
Telereal Securitisation, FRN 1.96% 10/12/2033	GBP	2,600,000	2,595	0.07
Tesco Property Finance 3 5.74% 13/04/2040	GBP	27,630,857	35,988	1.02
Tesco Property Finance 6 5.41% 13/07/2044	GBP	26,371,596	33,575	0.95
Thames Water Utilities Finance 2.88% 03/05/2027	GBP	20,698,000	21,177	0.60
Thames Water Utilities Finance 2.38% 22/04/2040	GBP	14,000,000	13,709	0.39
UNITE USAF II 3.92% 30/06/2030	GBP	18,500,000	20,128	0.57
United Utilities Water Finance 1.75% 10/02/2038	GBP	14,134,000	13,397	0.38
Virgin Media Secured Finance 4.13% 15/08/2030	GBP	11,400,000	11,353	0.32
Vodafone Group 3.38% 08/08/2049	GBP	11,000,000	12,073	0.34
Vodafone Group, FRN 3.00% 27/08/2080	EUR	12,000,000	10,395	0.30
Wellcome Trust 2.52% 07/02/2118	GBP	6,671,000	7,840	0.22
Wessex Water Services Finance 1.25% 12/01/2036	GBP	9,542,000	8,416	0.24
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	27,155,000	36,203	1.03
Westfield Stratford City Finance NO 2 1.64% 04/08/2031	GBP	12,380,000	12,422	0.35
White City Property Finance 5.12% 17/04/2035	GBP	9,298,539	11,518	0.33
Yorkshire Water Finance 6.45% 28/05/2027	GBP	28,082,000	34,981	0.99
Yorkshire Water Finance 1.75% 27/10/2032	GBP	14,186,000	13,822	0.39
Yorkshire Water Finance 2.75% 18/04/2041	GBP	9,764,000	10,500	0.30
			1,428,243	40.63

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 18.12% (9.89%)</b>				
American Honda Finance 1.50% 19/10/2027	GBP	27,345,000	27,133	0.77
AT&T 4.38% 14/09/2029	GBP	17,900,000	20,874	0.59
AT&T 4.25% 01/06/2043	GBP	21,500,000	26,194	0.75
Bank of America 2.30% 25/07/2025	GBP	30,789,000	31,955	0.91
Bank of America, FRN 1.67% 02/06/2029	GBP	45,000,000	44,370	1.26
Bank of America, FRN 2.69% 22/04/2032	USD	21,600,000	15,943	0.45
Berkshire Hathaway Finance 2.63% 19/06/2059	GBP	25,000,000	27,442	0.78
Charter Communications Operating 3.50% 01/06/2041	USD	20,000,000	14,323	0.41
Citigroup 2.75% 24/01/2024	GBP	20,300,000	21,019	0.60
Citigroup 4.50% 03/03/2031	GBP	17,648,000	20,670	0.59
Comcast 1.88% 20/02/2036	GBP	20,216,000	19,521	0.56
Ford Motor Credit 2.75% 14/06/2024	GBP	7,955,000	7,983	0.23
General Motors Financial 2.35% 03/09/2025	GBP	8,000,000	8,182	0.23
General Motors Financial 1.55% 30/07/2027	GBP	16,321,000	15,918	0.45
Goldman Sachs Group, FRN 2.62% 22/04/2032	USD	18,690,000	13,677	0.39
JPMorgan Chase, FRN 0.99% 28/04/2026	GBP	45,000,000	44,368	1.26
JPMorgan Chase, FRN 1.90% 28/04/2033	GBP	22,000,000	21,589	0.62
Metropolitan Life Global Funding I 0.63% 08/12/2027	GBP	20,576,000	19,601	0.56
MPT Operating Partnership, REIT 2.50% 24/03/2026	GBP	12,987,000	13,132	0.37
MPT Operating Partnership, REIT 3.69% 05/06/2028	GBP	20,000,000	21,213	0.60
Nestle Holdings 1.38% 23/06/2033	GBP	36,000,000	34,832	0.99
New York Life Global Funding 0.75% 14/12/2028	GBP	18,546,000	17,689	0.50
Realty Income, REIT 1.75% 13/07/2033	GBP	24,793,000	24,012	0.68
Time Warner Cable 5.25% 15/07/2042	GBP	30,600,000	39,939	1.14
Verizon Communications 3.38% 27/10/2036	GBP	22,600,000	25,405	0.72
Verizon Communications 1.88% 03/11/2038	GBP	15,224,000	14,059	0.40
Verizon Communications 3.40% 22/03/2041	USD	14,075,000	10,686	0.31
Wells Fargo 2.00% 28/07/2025	GBP	34,450,000	35,073	1.00
			636,802	18.12
<b>Corporate Bonds total</b>			<b>2,975,301</b>	<b>84.64</b>
<b>Supranationals 4.25% (5.77%)</b>				
European Investment Bank 1.00% 21/09/2026	GBP	83,000,000	83,456	2.37
European Investment Bank 5.00% 15/04/2039	GBP	16,000,000	24,785	0.71
European Investment Bank 4.63% 12/10/2054	GBP	5,000,000	8,960	0.25
International Bank for Reconstruction & Development 1.25% 07/09/2023	GBP	32,000,000	32,374	0.92
<b>Supranationals total</b>			<b>149,575</b>	<b>4.25</b>
<b>Forward Currency Contracts 0.04% (0.05%)</b>				
Buy GBP 91,106,991 sell EUR 106,910,000 dated 12/01/2022			633	0.02
Buy GBP 53,810,486 sell USD 73,075,000 dated 12/01/2022			656	0.02
<b>Forward Currency Contracts total</b>			<b>1,289</b>	<b>0.04</b>
<b>Futures 0.07% ((0.01)%)</b>				
Euro-Bund 08/12/2021	EUR	(557)	1,500	0.04
Long Gilt 29/12/2021	GBP	102	(382)	(0.01)
US 10 Year Note 21/12/2021	USD	(478)	694	0.02
US Long Bond 21/12/2021	USD	(180)	498	0.02
<b>Futures total</b>			<b>2,310</b>	<b>0.07</b>
<b>Liquidity Funds 3.33% (1.07%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP†	GBP	117,200,000	117,200	3.33
<b>Liquidity Funds total</b>			<b>117,200</b>	<b>3.33</b>
Investment assets			3,537,221	100.62
Net other liabilities			(21,869)	(0.62)
<b>Net assets</b>			<b>3,515,352</b>	<b>100.00</b>

All holdings are debt securities denominated in Sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2020.

§ Security is currently in default.

† A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital (losses)/gains	2		(107,346)		81,422
Revenue	3	73,919		76,269	
Expenses	4	(10,867)		(9,539)	
Net revenue before taxation		63,052		66,730	
Taxation	5	–		–	
Net revenue after taxation			63,052		66,730
<b>Total return before distributions</b>			<b>(44,294)</b>		<b>148,152</b>
Distributions	6		(63,052)		(66,730)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>(107,346)</b>		<b>81,422</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>2,942,832</b>		<b>2,490,666</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	766,841		451,667	
Amounts payable on cancellation of shares	(88,418)		(81,774)	
		678,423		369,893
Dilution adjustment		788		184
Change in net assets attributable to shareholders from investment activities (see above)		(107,346)		81,422
Retained distribution on accumulation shares		654		665
Unclaimed distribution monies		1		2
<b>Closing net assets attributable to shareholders</b>		<b>3,515,352</b>		<b>2,942,832</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	3,537,603	2,920,950
<b>Current assets:</b>			
Debtors	8	42,354	40,391
Cash and bank balances	9	251	1,563
<b>Total assets</b>		<b>3,580,208</b>	<b>2,962,904</b>
<b>Liabilities:</b>			
Investment liabilities	7	(382)	(546)
<b>Creditors:</b>			
Bank overdrafts		(159)	–
Distributions payable		(16,427)	(16,819)
Other creditors	10	(47,888)	(2,707)
<b>Total liabilities</b>		<b>(64,856)</b>	<b>(20,072)</b>
<b>Net assets attributable to shareholders</b>		<b>3,515,352</b>	<b>2,942,832</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**1 Accounting basis and policies**

Please see pages 6 to 8 for accounting basis and policies.

**2 Net capital (losses)/gains**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital (losses)/gains on investment during the year comprise:</b>		
Compensation	1	–
Currency gains	236	218
Derivative contracts gains/(losses)	2,503	(3,683)
Forward currency contracts gains	4,476	1,369
Non-derivative securities (losses)/gains	(114,562)	83,518
<b>Net capital (losses)/gains</b>	<b>(107,346)</b>	<b>81,422</b>

**3 Revenue**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	3	7
Interest on debt securities	74,319	76,250
Income from derivatives	(405)	1
Revenue from offshore funds	1	10
Stock lending commission*	1	1
<b>Total revenue</b>	<b>73,919</b>	<b>76,269</b>

\* see Note 16.

**4 Expenses**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	10,839	9,511
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	28	28
<b>Total expenses</b>	<b>10,867</b>	<b>9,539</b>

The audit fee was £10,414 (2020: £10,013) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 5 Taxation

## a Analysis of tax charge

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	–	–
<b>Total current tax (see note 5b)</b>	<b>–</b>	<b>–</b>

## b Factors affecting current tax charge

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>63,052</b>	<b>66,730</b>
Corporation tax at 20%	12,610	13,346
<b>Effects of:</b>		
Tax deductible on interest distributions	(12,610)	(13,346)
<b>Current tax charge (see note 5a)</b>	<b>–</b>	<b>–</b>

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

## c Deferred tax

There was no provision for deferred tax at the year end (2020: £nil).

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Gross interest distribution for the three months ended 15 January	16,044	17,025
Gross interest distribution for the three months ended 15 April	15,923	16,704
Gross interest distribution for the three months ended 15 July	16,252	17,050
Gross interest distribution for the three months ended 15 October	16,574	16,980
	64,793	67,759
Add: Revenue deducted on cancellation of shares	239	318
Deduct: Revenue received on issue of shares	(1,980)	(1,347)
<b>Total distributions</b>	<b>63,052</b>	<b>66,730</b>
<b>Reconciliations of distributions for the year to net revenue after taxation</b>		
Distributions for the year	63,052	66,730
Undistributed revenue brought forward	(2)	(2)
Undistributed revenue carried forward	2	2
<b>Net revenue after taxation</b>	<b>63,052</b>	<b>66,730</b>

Details of the distributions per share are set out in the distribution tables on pages 156 and 157.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1: Quoted prices	2,692	(382)	77	(348)
Level 2: Observable market data	3,534,910	–	2,920,872	(198)
Level 3: Unobservable data	1	–	1	–
<b>Total value</b>	<b>3,537,603</b>	<b>(382)</b>	<b>2,920,950</b>	<b>(546)</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	34,195	36,892
Amounts receivable on issue of shares	1,158	301
Sales awaiting settlement	7,001	3,198
<b>Total debtors</b>	<b>42,354</b>	<b>40,391</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing houses and brokers	–	896
Cash and bank balances	251	667
<b>Total cash and bank balances</b>	<b>251</b>	<b>1,563</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	1,401	1,257
Amounts payable for cancellation of shares	5,552	1,450
Purchases awaiting settlement	40,935	–
<b>Total other creditors</b>	<b>47,888</b>	<b>2,707</b>

## 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

Fund Management Fees 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 to the ACD at the year end in respect of ACD periodic charges was £1,401,195 (2020: £1,256,961). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £32,826,544 (2020: £63,926,155). The amount outstanding at the year end was £16,574,425 (2020: £16,126,154). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £1,268,499,355 (2020: £984,799,713) and £1,181,898,971 (2020: £1,015,234,707) respectively. The income received during the year amounted to £7,745 (2020: £617,020).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 1 Income shares)	7,543	(6,385)	13,928
ACD and related parties (Class 2 Income shares)	2,015,909	(210,378)	2,226,287
ACD and related parties (Class 3 Income shares)	2,712,306,937	558,677,053	2,153,629,884
ACD and related parties (Class 3 Accumulation shares)	15,653,723	1,864,804	13,788,919

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.77%  
Class 2: 0.62%  
Class 3: 0.32%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 141 and 142. The distributions per share are given in the distribution tables on pages 156 and 157. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	112,096,029	1,503,869	(7,800,376)	(442,175)	105,357,347
Class 2 Income shares	108,044,557	8,083,170	(31,783,498)	293,476	84,637,705
Class 3 Income shares	2,153,629,884	598,905,756	(40,228,703)	–	2,712,306,937
Class 3 Accumulation shares	13,788,919	3,098,417	(1,233,613)	–	15,653,723

## 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 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 0.04% (2020: 0.05%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

**Interest rate risk**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2021 was:

Currency 15.10.21	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	20	90,124	2,124	92,268
Sterling	149,428	3,243,005	169,636	3,562,069
US dollar	26	54,628	1,778	56,432
<b>Financial Liabilities</b>				
Euro	(1,859)	–	(90,474)	(92,333)
Sterling	–	–	(48,271)	(48,271)
US dollar	(1,658)	–	(53,155)	(54,813)
<b>Total</b>	<b>145,957</b>	<b>3,387,757</b>	<b>(18,362)</b>	<b>3,515,352</b>

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2020 was:

Currency 15.10.20	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	587	28,181	36,446	65,214
Sterling	59,913	2,809,039	162,184	3,031,136
US dollar	6,091	16,976	34,598	57,665
<b>Financial Liabilities</b>				
Euro	–	–	(64,082)	(64,082)
Sterling	–	–	(89,708)	(89,708)
US dollar	–	–	(57,393)	(57,393)
<b>Total</b>	<b>66,591</b>	<b>2,854,196</b>	<b>22,045</b>	<b>2,942,832</b>

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

**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 £264,764,294 (2020: £236,266,196). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £264,764,294 (2020: £236,266,196). 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, 100.62% (2020: 99.24%) 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 10.06% (2020: 9.92%).

**16 Stock lending**

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 Counterparty exposure****Financial derivative exposure**

The types of derivatives held at the year end date were forward currency contracts and futures contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.21</b>			
Goldman Sachs	656	–	656
J.P. Morgan	–	2,692	2,692
Royal Bank of Scotland	633	–	633
<b>Total</b>	<b>1,289</b>	<b>2,692</b>	<b>3,981</b>

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.20</b>			
J.P. Morgan	31	77	108
Merrill Lynch	1,218	–	1,218
Royal Bank of Canada	66	–	66
Royal Bank of Scotland	103	–	103
UBS	33	–	33
<b>Total</b>	<b>1,451</b>	<b>77</b>	<b>1,528</b>

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

**Collateral**

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2020: £nil).

**18 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	3,252,903	2,833,902	92.50	96.31
Below investment grade securities	163,518	47,069	4.68	1.59
Unrated securities	1	6,775	–	0.23
<b>Total debt securities</b>	<b>3,416,422</b>	<b>2,887,746</b>	<b>97.18</b>	<b>98.13</b>

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

**19 Direct transaction costs**

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2021 (2020: £nil). The total purchases for the year amounted to £2,081,367,712 (2020: £2,460,436,441) and the total sales amounted to £1,452,271,621 (2020: £2,090,262,857).

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.47% (2020: 0.73%). 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.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**20 Post balance sheet events**

As a result of market movements and foreign exchange rates, since the balance sheet date on 15 October 2021, the price of each share class has changed as follows:

Share Class	Share Price in class currency 15.10.21	Share Price in class currency 10.02.22	Increase/(Decrease) %
Class 1 Income	62.40	59.58	(4.52)
Class 2 Income	94.03	89.75	(4.55)
Class 3 Income	124.00	118.29	(4.60)
Class 3 Accumulation	199.77	192.35	(3.71)

The impact on the net asset value of the Fund is also shown below:

Share Class	Net Asset Value (£) 15.10.21	Net Subscription/ (Redemption) (£)	Market Movements (£)	Net Asset Value (£) 10.02.22
Class 1 Income	65,357,833	(1,164,291)	(2,522,696)	61,670,846
Class 2 Income	79,084,942	(22,138,318)	(1,952,822)	54,993,802
Class 3 Income	3,339,709,271	648,980,486	(161,450,367)	3,827,239,390
Class 3 Accumulation	31,200,201	(298,478)	(1,077,277)	29,824,446
<b>Total</b>	<b>3,515,352,247</b>	<b>625,379,399</b>	<b>(167,003,162)</b>	<b>3,973,728,484</b>

## DISTRIBUTION TABLES

## Final distribution payable in pence per share for the three months ended 15 October 2021

Income shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Income shares	Group 1	0.2225	–	0.2225	0.3003
	Group 2	0.0934	0.1291	0.2225	0.3003
Class 2 Income shares	Group 1	0.3716	–	0.3716	0.4889
	Group 2	0.2562	0.1154	0.3716	0.4889
Class 3 Income shares	Group 1	0.5854	–	0.5854	0.7408
	Group 2	0.2684	0.3170	0.5854	0.7408

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 3 Accumulation shares	Group 1	0.9432	–	0.9432	1.1686
	Group 2	0.9432	0.0000	0.9432	1.1686

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## Interim distribution paid in pence per share for the three months ended 15 July 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Income shares	Group 1	0.2403	–	0.2403	0.3153
	Group 2	0.1158	0.1245	0.2403	0.3153
Class 2 Income shares	Group 1	0.3976	–	0.3976	0.5104
	Group 2	0.1560	0.2416	0.3976	0.5104
Class 3 Income shares	Group 1	0.6180	–	0.6180	0.7660
	Group 2	0.3483	0.2697	0.6180	0.7660

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 3 Accumulation shares	Group 1	0.9907	–	0.9907	1.2010
	Group 2	0.6673	0.3234	0.9907	1.2010

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the three months ended 15 April 2020

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	0.2529	–	0.2529	0.3116
	Group 2	0.1031	0.1498	0.2529	0.3116
Class 2 Income shares	Group 1	0.4164	–	0.4164	0.5045
	Group 2	0.1814	0.2350	0.4164	0.5045
Class 3 Income shares	Group 1	0.6426	–	0.6426	0.7577
	Group 2	0.2232	0.4194	0.6426	0.7577

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 3 Accumulation shares	Group 1	1.0247	–	1.0247	1.1808
	Group 2	0.5327	0.4920	1.0247	1.1808

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.

## Interim distribution paid in pence per share for the three months ended 15 January 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Income shares	Group 1	0.2725	–	0.2725	0.3341
	Group 2	0.0968	0.1757	0.2725	0.3341
Class 2 Income shares	Group 1	0.4475	–	0.4475	0.5390
	Group 2	0.2139	0.2336	0.4475	0.5390
Class 3 Income shares	Group 1	0.6871	–	0.6871	0.8045
	Group 2	0.4531	0.2340	0.6871	0.8045

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 3 Accumulation shares	Group 1	1.0900	–	1.0900	1.2456
	Group 2	0.7297	0.3603	1.0900	1.2456

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.



## AVIVA INVESTORS DISTRIBUTION FUND

### INVESTMENT OBJECTIVE

The Fund aims to deliver an income equivalent to the benchmark income whilst seeking to provide capital growth over the long term (5 years or more).

The benchmark (the Index<sup>™</sup>) combines 35% FTSE<sup>®</sup> All-Share Index and 65% of a ML<sup>®</sup> Composite index. The income target is measured over any given 3-year period (before charges and taxes).

### INVESTMENT POLICY

#### Core investment

At least 60% of the Fund will be invested in bonds issued by companies, governments or supranational organisations. The Fund will also invest in shares of UK companies (incorporated or domiciled in the UK), or non-UK companies which are listed in the UK or which have significant trading activities in the UK. Bonds will be issued in Sterling or hedged to Sterling, and a minimum of 80% of bond holdings will have been independently rated as "investment grade" with a credit rating of BBB-/Baa3 or above.

#### Other investments

The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash, and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed, and the Investment Manager will make high conviction (strong belief) investments at both a security and sector level, with a view to delivering a sustainable and diversified level of income, whilst basing their investment selection process on a long-term outlook, and with the intention of delivering efficient risk-adjusted returns.

#### Environmental, Social & Governance (ESG) factors

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's income return target is measured against the Index, and the Fund's overall performance is also compared against the Index.

The Fund does not base its investment process upon the Index, so will not hold every company in the Index, and may also hold companies that do not form part of it. The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 1.25% and 3.75% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index of 35% FTSE<sup>®</sup> All Share and 65% ML composite combines a broad UK equities index with a broad global bond index. The ML composite index in turn combines 50% ML £ Non-Gilt A, 50% ML £ Non-Gilt BBB, this means it covers a range of bonds with different credit ratings.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of bonds and shares in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Distribution Fund delivered a total return of 8.85% (share class 1) net of fees. The Fund's benchmark, which comprises 35% FTSE<sup>®</sup> All-Share Index and 65% ML Composite (50% ML £ Non-Gilt A, 50% ML £ Non Gilt BBB), returned 8.76% over the same period.

#### Review

The Fund generated positive returns over the period thanks to gains by the equity portion of the portfolio.

Asset managers Intermediate Capital and St James's Place were among the strongest equity contributors. The holding in Signature Aviation rallied well after the company agreed to a £3.43bn takeover bid from Global Infrastructure Partners. Not holding pharmaceutical company AstraZeneca added value as hype around the rollout of vaccines dissipated and signs of a relationship between the company's Covid-19 vaccine and blood clots led to negative investor sentiment. Being underweight consumer staples company Reckitt Benckiser was also beneficial as rising input costs ate into profits. Having no position in oil and gas company Royal Dutch Shell, and energy sector stocks more generally, detracted from Fund performance as they benefited from rising crude oil prices. Not holding mining company Glencore also hurt performance, as its shares outperformed on rallying commodity prices, especially towards the end of the period.

Corporate bonds posted negative returns as gilts weakened. Among the top contributors to Fund performance were airport operators, whose fortunes appeared poised for a rebound after vaccinations reopened international routes. GE performed well as it made progress in paying down its huge debt burden. Value was also added by Time Warner and insurance group AXA. At the credit quality level, holding an overweight in BBB rated credits was also helpful as lower-quality areas of the market outperformed. The main drag on performance was the exposure to gilts, which posted negative returns.

## AVIVA INVESTORS DISTRIBUTION FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook

In corporate bonds, with company earnings strengthening and monetary policy remaining supportive, we expect default rates to remain low and credit fundamentals to improve. Technical factors offer a further underpinning as investor demand remains very strong but issuance is expected to fall away somewhat. Corporate bond valuations nevertheless remain stretched and we remain wary of taking on too much credit risk within lower-quality segments of the market. The risk that inflation continues to rise and draws a hawkish response from the Bank of England creates a further layer of uncertainty.

In equities, we continue to examine where we think there is still upside given the lack of movement in share prices from some firms delivering notable upgrades. We also continue to evaluate the impacts of inflation on businesses and their corresponding pricing power. Looking ahead, we expect heightened M&A activity to continue, partly as a reflection of an undervalued UK equity market. Otherwise our investment approach remains consistent: to look through and exploit short-term market noise by taking a long-term stock specific view on company fundamentals with a rigorous focus on cash generation and discipline on valuation.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 161 and 162 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	8.42	N/A	9.45	13.47
31.12.16 to 31.12.17	6.73	7.41	7.82	8.16
31.12.17 to 31.12.18	-5.73	-5.38	-4.99	-5.03
31.12.18 to 31.12.19	14.60	14.80	15.20	14.20
31.12.19 to 31.12.20	1.60	1.70	2.20	2.90

\* Benchmark – Combines 35% FTSE® AllShare Index and 65% of a ML\* Composite index.

#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.15 to 31.12.16	8.41	N/A	13.47
31.12.16 to 31.12.17	6.73	7.40	8.16
31.12.17 to 31.12.18	-5.72	-5.38	-5.03
31.12.18 to 31.12.19	14.60	14.80	14.20
31.12.19 to 31.12.20	1.60	1.70	2.90

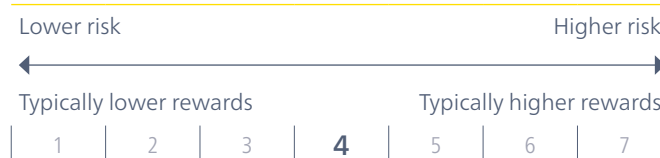
\* Benchmark – Combines 35% FTSE® AllShare Index and 65% of a ML\* Composite index.

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.

#### Material Portfolio Changes

Purchases	Sales
UK Treasury 4.25% 07/09/2039	United Kingdom Gilt 4.75% 07/12/2030
United Kingdom Gilt 4.75% 07/12/2030	Electricite de France 6.13% 02/06/2034
UK Treasury 3.25% 22/01/2044	UK Treasury 0.63% 31/07/2035
UK Treasury 0.63% 31/07/2035	UK Treasury 4.25% 07/09/2039
UK Treasury 4.25% 07/12/2055	Legal & General Group
UK Treasury 4.50% 07/12/2042	Bank of Scotland Capital Funding, FRN 7.75% Perpetual
SSE	UK Treasury 4.25% 07/03/2036
Deutsche Bank AG 1.875% 22/12/2028	Heathrow Funding 7.13% 14/02/2024
Ferguson	Signature Aviation
Legal & General Group	FCE Bank 2.73% 03/06/2022

#### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	200.05	212.06	200.72
Return before operating charges <sup>†</sup>	21.08	(3.96)	20.36
Operating charges	(1.89)	(1.81)	(1.83)
Return after operating charges <sup>†</sup>	19.19	(5.77)	18.53
Distributions	(6.02)	(6.24)	(7.19)
Closing net asset value per share	213.22	200.05	212.06
<sup>†</sup> after direct transaction costs of	(0.11)	(0.16)	(0.10)
<b>Performance</b>			
Return after charges (%)	9.59%	(2.72)%	9.23%
<b>Other information</b>			
Closing net asset value (£000)	57,081	55,051	60,381
Closing number of shares	26,771,301	27,517,925	28,473,795
Operating charges (%) <sup>†</sup>	0.88%	0.88%	0.88%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.05%
<b>Prices<sup>®</sup></b>			
Highest share price	223.27	222.45	217.34
Lowest share price	196.22	171.34	197.39

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	209.30	221.69	209.68
Return before operating charges <sup>†</sup>	22.05	(4.12)	21.28
Operating charges	(1.64)	(1.58)	(1.59)
Return after operating charges <sup>†</sup>	20.41	(5.70)	19.69
Distributions	(6.47)	(6.69)	(7.68)
Closing net asset value per share	223.24	209.30	221.69
<sup>†</sup> after direct transaction costs of	(0.11)	(0.17)	(0.11)
<b>Performance</b>			
Return after charges (%)	9.75%	(2.57)%	9.39%
<b>Other information</b>			
Closing net asset value (£000)	114,182	122,897	154,872
Closing number of shares	51,147,812	58,719,200	69,860,216
Operating charges (%) <sup>†</sup>	0.73%	0.73%	0.73%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.05%
<b>Prices<sup>®</sup></b>			
Highest share price	233.76	232.64	227.23
Lowest share price	205.30	179.20	206.26

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	358.81	368.86	337.39
Return before operating charges <sup>†</sup>	37.81	(6.86)	34.58
Operating charges	(3.42)	(3.19)	(3.11)
Return after operating charges <sup>†</sup>	34.39	(10.05)	31.47
Distributions	(10.91)	(10.97)	(12.25)
Retained distributions on accumulation shares	10.91	10.97	12.25
Closing net asset value per share	393.20	358.81	368.86
<sup>†</sup> after direct transaction costs of	(0.19)	(0.29)	(0.18)
<b>Performance</b>			
Return after charges (%)	9.58%	(2.72)%	9.33%
<b>Other information</b>			
Closing net asset value (£000)	8,233	8,687	11,019
Closing number of shares	2,093,870	2,420,892	2,987,225
Operating charges (%) <sup>†</sup>	0.88%	0.88%	0.88%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.05%
<b>Prices<sup>®</sup></b>			
Highest share price	408.61	389.46	374.59
Lowest share price	351.94	300.03	331.78

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	242.23	248.64	227.09
Return before operating charges <sup>†</sup>	25.52	(4.62)	23.29
Operating charges	(1.91)	(1.79)	(1.74)
Return after operating charges <sup>†</sup>	23.61	(6.41)	21.55
Distributions	(7.57)	(7.59)	(8.43)
Retained distributions on accumulation shares	7.57	7.59	8.43
Closing net asset value per share	265.84	242.23	248.64
<sup>†</sup> after direct transaction costs of	(0.13)	(0.20)	(0.12)
<b>Performance</b>			
Return after charges (%)	9.75%	(2.58)%	9.49%
<b>Other information</b>			
Closing net asset value (£000)	35,360	42,252	57,215
Closing number of shares	13,301,077	17,443,184	23,011,149
Operating charges (%) <sup>†</sup>	0.73%	0.73%	0.73%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.05%
<b>Prices<sup>®</sup></b>			
Highest share price	276.21	262.64	252.48
Lowest share price	237.60	202.37	223.38

## COMPARATIVE TABLES (CONTINUED)

Class 3 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	216.37	228.72	215.89
Return before operating charges <sup>‡</sup>	22.81	(4.27)	21.94
Operating charges	(0.77)	(0.73)	(0.74)
Return after operating charges <sup>‡</sup>	22.04	(5.00)	21.20
Distributions	(7.16)	(7.35)	(8.37)
Closing net asset value per share	231.25	216.37	228.72
<sup>†</sup> after direct transaction costs of	(0.12)	(0.18)	(0.11)
<b>Performance</b>			
Return after charges (%)	10.19%	(2.19)%	9.82%
<b>Other information</b>			
Closing net asset value (£000)	2,898	2,956	3,103
Closing number of shares	1,253,191	1,366,421	1,356,947
Operating charges (%) <sup>‡</sup>	0.33%	0.33%	0.33%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.05%
<b>Prices<sup>≈</sup></b>			
Highest share price	242.16	240.26	234.50
Lowest share price	212.27	185.11	212.54

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.88%	0.88%
Class 2	0.73%	0.73%
Class 3	0.33%	0.33%

\* 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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 37.02% (34.57%)</b>				
<b>Bermuda 0.49% (0.00%)</b>				
Conduit Holdings	GBP	235,249	1,070	0.49
			1,070	0.49
<b>Guernsey 1.01% (0.87%)</b>				
Hipgnosis Songs Fund	GBP	1,576,890	1,993	0.92
Sherborne Investors Guernsey C	GBP	342,682	207	0.09
			2,200	1.01
<b>Ireland 1.78% (1.41%)</b>				
Grafton Group	GBP	146,934	1,932	0.89
Smurfit Kappa Group	GBP	50,607	1,945	0.89
			3,877	1.78
<b>Jersey 0.85% (0.00%)</b>				
Ferguson	GBP	17,611	1,847	0.85
			1,847	0.85
<b>United Kingdom 32.89% (32.29%)</b>				
Anglo American	GBP	64,665	1,889	0.87
Babcock International Group	GBP	224,105	791	0.36
BAE Systems	GBP	429,152	2,561	1.18
Balfour Beatty	GBP	269,411	717	0.33
Beazley	GBP	209,609	801	0.37
BHP Group	GBP	146,779	2,940	1.35
British American Tobacco	GBP	64,771	1,682	0.77
Britvic	GBP	130,385	1,171	0.54
Chemring Group	GBP	532,241	1,690	0.78
Cineworld Group	GBP	460,968	313	0.14
Close Brothers Group	GBP	108,906	1,618	0.74
Compass Group	GBP	160,740	2,381	1.09
Countryside Properties	GBP	238,526	1,140	0.52
Devro	GBP	311,062	670	0.31
DFS Furniture	GBP	465,891	1,246	0.57
Diageo	GBP	50,001	1,801	0.83
DS Smith	GBP	559,653	2,157	0.99
Genuit Group	GBP	166,863	1,163	0.53
GlaxoSmithKline	GBP	62,081	863	0.40
Greencoat UK Wind	GBP	1,054,040	1,452	0.67
Headlam Group	GBP	75,338	372	0.17
Ibstock	GBP	621,653	1,189	0.55
Imperial Brands	GBP	54,207	848	0.39
Intermediate Capital Group	GBP	155,533	3,286	1.51
Legal & General Group	GBP	967,639	2,727	1.25
Melrose Industries	GBP	1,218,476	2,026	0.93
National Grid	GBP	271,660	2,417	1.11
Phoenix Group Holdings	GBP	439,674	2,911	1.34
Prudential	GBP	110,332	1,615	0.74
Rathbone Brothers	GBP	79,284	1,554	0.71
River & Mercantile Group	GBP	296,831	692	0.32
Sabre Insurance Group	GBP	355,882	695	0.32
Sage Group	GBP	292,961	2,097	0.96
Schroders	GBP	45,454	1,632	0.75
Severn Trent	GBP	33,369	876	0.40
Shaftesbury, REIT	GBP	119,044	727	0.33
SSE	GBP	132,716	2,084	0.96
St James's Place	GBP	145,546	2,204	1.01
Tesco	GBP	783,319	2,092	0.96
Tritax Big Box REIT	GBP	449,775	988	0.45

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United Kingdom 32.89% (32.29%) (continued)</b>				
Tyman	GBP	177,064	683	0.31
Ultra Electronics Holdings	GBP	86,501	2,787	1.28
Unilever	GBP	54,544	2,079	0.96
Vodafone Group	GBP	2,015,840	2,216	1.02
Weir Group	GBP	107,471	1,779	0.82
			71,622	32.89
<b>Equities total</b>			<b>80,616</b>	<b>37.02</b>
<b>Government Bonds 4.76% (1.93%)</b>				
<b>United Kingdom 4.76% (1.93%)</b>				
UK Treasury 4.25% 07/09/2039	GBP	4,300,000	6,336	2.91
UK Treasury 3.25% 22/01/2044	GBP	2,270,000	3,098	1.42
UK Treasury 4.25% 07/12/2055	GBP	510,000	926	0.43
			10,360	4.76
<b>Government Bonds total</b>			<b>10,360</b>	<b>4.76</b>
<b>Corporate Bonds 55.86% (63.15%)</b>				
<b>Belgium 0.34% (0.72%)</b>				
Anheuser-Busch InBev 2.85% 25/05/2037	GBP	700,000	736	0.34
			736	0.34
<b>France 4.14% (6.31%)</b>				
AXA, FRN 5.63% 16/01/2054	GBP	2,400,000	2,925	1.34
Credit Agricole, FRN 1.87% 09/12/2031	GBP	900,000	886	0.41
Electricite de France 5.50% 17/10/2041	GBP	1,400,000	2,009	0.92
Electricite de France 6.00% 23/01/2114	GBP	700,000	1,206	0.56
Electricite de France, FRN 6.00% Perpetual	GBP	1,000,000	1,093	0.50
LVMH Moet Hennessy Louis Vuitton 1.13% 11/02/2027	GBP	900,000	893	0.41
			9,012	4.14
<b>Hong Kong 0.06% (0.00%)</b>				
AIA Group, FRN 0.88% 09/09/2033	EUR	146,000	121	0.06
			121	0.06
<b>Ireland 1.95% (1.73%)</b>				
GE Capital UK Funding 4.13% 13/09/2023	GBP	1,900,000	2,010	0.92
GE Capital UK Funding 5.88% 18/01/2033	GBP	785,000	1,045	0.48
GE Capital UK Funding 8.00% 14/01/2039	GBP	700,000	1,199	0.55
			4,254	1.95
<b>Italy 1.41% (2.35%)</b>				
Intesa Sanpaolo 2.50% 15/01/2030	GBP	400,000	404	0.19
Telecom Italia 5.88% 19/05/2023	GBP	2,500,000	2,664	1.22
			3,068	1.41
<b>Jersey 0.63% (5.17%)</b>				
Gatwick Funding 2.63% 07/10/2048	GBP	1,500,000	1,371	0.63
			1,371	0.63
<b>Luxembourg 0.59% (0.35%)</b>				
Blackstone Property Partners Europe Holdings 2.63% 20/10/2028	GBP	505,000	510	0.23
CK Hutchison Group Telecom Finance 2.00% 17/10/2027	GBP	775,000	777	0.36
			1,287	0.59
<b>Netherlands 2.39% (2.84%)</b>				
E.ON International Finance 6.38% 07/06/2032	GBP	2,000,000	2,766	1.27
Enel Finance International 5.63% 14/08/2024	GBP	1,000,000	1,126	0.52
Enel Finance International 5.75% 14/09/2040	GBP	900,000	1,321	0.60
			5,213	2.39

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Spain 1.11% (1.17%)</b>				
Banco Bilbao Vizcaya Argentaria, FRN 3.10% 15/07/2031	GBP	700,000	725	0.33
Banco Santander 1.50% 14/04/2026	GBP	500,000	495	0.23
Banco Santander, FRN 2.25% 04/10/2032	GBP	1,200,000	1,186	0.55
			2,406	1.11
<b>United Kingdom 33.91% (36.06%)</b>				
Anglian Water Osprey Financing 2.00% 31/07/2028	GBP	600,000	593	0.27
Annington Funding 2.65% 12/07/2025	GBP	1,465,000	1,521	0.70
Annington Funding 2.31% 06/10/2032	GBP	668,000	659	0.30
Annington Funding 3.94% 12/07/2047	GBP	650,000	773	0.36
Barclays 3.25% 12/02/2027	GBP	2,100,000	2,233	1.03
BAT International Finance 4.00% 04/09/2026	GBP	1,000,000	1,089	0.50
BAT International Finance 2.25% 26/06/2028	GBP	755,000	742	0.34
BAT International Finance 2.25% 09/09/2052	GBP	701,000	491	0.23
Bellis Acquisition 3.25% 16/02/2026	GBP	654,000	638	0.29
Broadgate Financing 5.00% 05/10/2033	GBP	1,500,000	1,689	0.78
Canary Wharf Finance II 6.46% 22/10/2033	GBP	185,537	224	0.10
Canary Wharf Group Investment Holdings 2.63% 23/04/2025	GBP	425,000	430	0.20
Clarion Funding 1.25% 13/11/2032	GBP	805,000	753	0.35
Clarion Funding 3.13% 19/04/2048	GBP	2,000,000	2,349	1.08
Clarion Funding 1.88% 07/09/2051	GBP	823,000	747	0.34
Connect Plus M25 Issuer 2.61% 31/03/2039	GBP	961,524	1,039	0.48
Diageo Finance 1.25% 28/03/2033	GBP	682,000	642	0.30
DS Smith 2.88% 26/07/2029	GBP	1,274,000	1,320	0.61
Experian Finance 0.74% 29/10/2025	GBP	718,000	703	0.32
Folio Residential Finance NO 1 1.25% 31/10/2037	GBP	738,000	729	0.33
GlaxoSmithKline Capital 1.63% 12/05/2035	GBP	2,364,000	2,229	1.02
Grainger 3.38% 24/04/2028	GBP	1,400,000	1,493	0.69
Great Rolling Stock 6.50% 05/04/2031	GBP	1,422,000	1,782	0.82
Greene King Finance, FRN 1.87% 15/12/2034	GBP	1,504,000	1,238	0.57
HSBC Bank 4.75% 24/03/2046	GBP	750,000	986	0.45
HSBC Holdings 6.75% 11/09/2028	GBP	700,000	884	0.41
Imperial Brands Finance 9.00% 17/02/2022	GBP	2,000,000	2,055	0.94
Imperial Brands Finance 8.13% 15/03/2024	GBP	1,690,000	1,946	0.89
Investec, FRN 2.63% 04/01/2032	GBP	604,000	598	0.27
Investec Bank 9.63% 17/02/2022	GBP	700,000	720	0.33
Investec Bank, FRN 4.25% 24/07/2028	GBP	1,966,000	2,044	0.94
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	1,520,929	1,836	0.84
Legal & General Group, FRN 4.50% 01/11/2050	GBP	850,000	939	0.43
Lloyds Banking Group 2.25% 16/10/2024	GBP	546,000	561	0.26
Lloyds Banking Group, FRN 2.71% 03/12/2035	GBP	1,000,000	998	0.46
Lloyds Banking Group, FRN 7.63% Perpetual	GBP	1,600,000	1,718	0.79
M&G, FRN 5.63% 20/10/2051	GBP	800,000	931	0.43
Meadowhall Finance 4.99% 12/07/2037	GBP	1,211,657	1,351	0.62
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	1,900,000	2,100	0.96
Motability Operations Group 1.50% 20/01/2041	GBP	1,303,000	1,164	0.53
NatWest Group, FRN 2.87% 19/09/2026	GBP	1,300,000	1,359	0.62
NatWest Group, FRN 3.62% 14/08/2030	GBP	1,000,000	1,051	0.48
NatWest Group, FRN 2.10% 28/11/2031	GBP	559,000	553	0.25
NGG Finance, FRN 5.63% 18/06/2073	GBP	1,167,000	1,276	0.59
Orbit Capital 2.00% 24/11/2038	GBP	482,000	465	0.21
Peabody Capital No. 2 4.63% 12/12/2053	GBP	1,600,000	2,428	1.12
RAC Bond 4.57% 06/05/2046	GBP	1,600,000	1,662	0.76
Segro, REIT 2.38% 11/10/2029	GBP	670,000	708	0.33
Sovereign Housing Capital 2.38% 04/11/2048	GBP	2,200,000	2,288	1.05
Telereal Securitisation, FRN 1.96% 10/12/2033	GBP	200,000	200	0.09
Tesco Property Finance 3 5.74% 13/04/2040	GBP	1,133,574	1,476	0.68
Tesco Property Finance 6 5.41% 13/07/2044	GBP	1,358,650	1,730	0.79
Thames Water Utilities Finance 2.88% 03/05/2027	GBP	1,400,000	1,432	0.66
Thames Water Utilities Finance 2.38% 22/04/2040	GBP	539,000	528	0.24
UNITE USAF II 3.92% 30/06/2030	GBP	1,068,000	1,162	0.53
United Utilities Water Finance 1.75% 10/02/2038	GBP	916,000	868	0.40



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United Kingdom 33.91% (36.06%) (continued)</b>				
Virgin Media Secured Finance 4.13% 15/08/2030	GBP	800,000	797	0.37
Vodafone Group 3.38% 08/08/2049	GBP	587,000	644	0.30
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	1,900,000	2,533	1.16
Westfield Stratford City Finance NO 2 1.64% 04/08/2031	GBP	802,000	805	0.37
White City Property Finance 5.12% 17/04/2035	GBP	338,850	420	0.19
Yorkshire Water Finance 6.45% 28/05/2027	GBP	1,400,000	1,744	0.80
Yorkshire Water Finance 1.75% 27/10/2032	GBP	796,000	776	0.36
			73,842	33.91
<b>United States of America 9.33% (6.45%)</b>				
American Honda Finance 0.00% 19/10/2027	GBP	1,052,000	1,044	0.48
AT&T 4.38% 14/09/2029	GBP	1,900,000	2,216	1.02
AT&T 4.25% 01/06/2043	GBP	1,400,000	1,705	0.78
Bank of America, FRN 1.67% 02/06/2029	GBP	717,000	707	0.32
Citigroup 4.50% 03/03/2031	GBP	860,000	1,007	0.46
Comcast 1.88% 20/02/2036	GBP	992,000	958	0.44
Ford Motor Credit 2.75% 14/06/2024	GBP	796,000	799	0.37
General Motors Financial 1.55% 30/07/2027	GBP	1,078,000	1,051	0.48
JPMorgan Chase, FRN 0.99% 28/04/2026	GBP	1,145,000	1,129	0.52
JPMorgan Chase, FRN 1.90% 28/04/2033	GBP	759,000	745	0.34
Metropolitan Life Global Funding I 0.63% 08/12/2027	GBP	701,000	668	0.31
MPT Operating Partnership, REIT 2.50% 24/03/2026	GBP	1,448,000	1,464	0.67
Realty Income, REIT 1.75% 13/07/2033	GBP	1,082,000	1,048	0.48
Time Warner Cable 5.25% 15/07/2042	GBP	1,100,000	1,436	0.66
Verizon Communications 3.38% 27/10/2036	GBP	1,510,000	1,697	0.78
Wells Fargo 2.00% 28/07/2025	GBP	2,600,000	2,647	1.22
			20,321	9.33
<b>Corporate Bonds total</b>			<b>121,631</b>	<b>55.86</b>
<b>Forward Currency Contracts 0.00% (0.00%)</b>				
Buy GBP 426,092 sell EUR 500,000 dated 12/01/2022			3	–
<b>Forward Currency Contracts total</b>			<b>3</b>	<b>–</b>
<b>Futures 0.00% (0.02%)</b>				
Investment assets			212,610	97.64
Net other assets			5,144	2.36
<b>Net assets</b>			<b>217,754</b>	<b>100.00</b>

All holdings are debt securities denominated in sterling and admitted to an official stock exchange unless otherwise stated.  
The comparative percentage figures in brackets are as at 15 October 2020.



## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		16,163		(14,479)
Revenue	3	7,519		9,158	
Expenses	4	(1,783)		(2,013)	
Net revenue before taxation		5,736		7,145	
Taxation	5	–		(29)	
Net revenue after taxation			5,736		7,116
<b>Total return before distributions</b>			<b>21,899</b>		<b>(7,363)</b>
Distributions	6		(6,626)		(8,123)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>15,273</b>		<b>(15,486)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>231,843</b>		<b>286,590</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	7,580		11,325	
Amounts payable on cancellation of shares	(38,281)		(52,414)	
		(30,701)		(41,089)
Change in net assets attributable to shareholders from investment activities (see above)		15,273		(15,486)
Retained distribution on accumulation shares		1,338		1,821
Unclaimed distributions		1		7
<b>Closing net assets attributable to shareholders</b>		<b>217,754</b>		<b>231,843</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	212,610	231,068
<b>Current assets:</b>			
Debtors	8	2,688	3,003
Cash and bank balances	9	7,181	685
<b>Total assets</b>		<b>222,479</b>	<b>234,756</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Distribution payable		(1,358)	(1,418)
Other creditors	10	(3,367)	(1,495)
<b>Total liabilities</b>		<b>(4,725)</b>	<b>(2,913)</b>
<b>Net assets attributable to shareholders</b>		<b>217,754</b>	<b>231,843</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Currency losses	(7)	(15)
Derivative contracts (losses)/gains	(294)	159
Forward currency contracts gains	6	–
Non-derivative securities gains/(losses)	16,458	(14,623)
<b>Net capital gains/(losses)</b>	<b>16,163</b>	<b>(14,479)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	9
Interest on debt securities	4,293	5,539
Income from derivatives	17	(3)
Overseas dividends	243	37
Property income distributions	33	90
Stock lending commission*	–	1
UK dividends	2,933	3,485
<b>Total revenue</b>	<b>7,519</b>	<b>9,158</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,781	2,013
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	2	–
<b>Total expenses</b>	<b>1,783</b>	<b>2,013</b>

The audit fee was £10,182 (2020: £9,790) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	(6)	11
Tax on property income distributions	6	18
<b>Total current tax (see note 5b)</b>	<b>–</b>	<b>29</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>5,736</b>	<b>7,145</b>
Corporation tax at 20%	1,147	1,429
<b>Effects of:</b>		
Overseas dividends not subject to corporation tax	(49)	(7)
Overseas tax suffered	(6)	11
Tax deductible on interest distributions	(512)	(725)
UK dividends not subject to corporation tax	(586)	(697)
Tax on property income distributions	6	18
<b>Current tax charge (see note 5a)</b>	<b>–</b>	<b>29</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Gross interest distribution for the three months ended 15 January	1,538	2,031
Gross interest distribution for the three months ended 15 April	1,886	2,061
Gross interest distribution for the three months ended 15 July	1,410	2,056
Gross interest distribution for the three months ended 15 October	1,695	1,815
	6,529	7,963
Add: Revenue deducted on cancellation of shares	125	210
Deduct: Revenue received on issue of shares	(28)	(50)
<b>Total distributions</b>	<b>6,626</b>	<b>8,123</b>
<b>Reconciliations of distributions for the year to net revenue after taxation</b>		
Distributions for the year	6,626	8,123
ACD's periodic charge borne by the capital account	(890)	(1,007)
<b>Net revenue after taxation</b>	<b>5,736</b>	<b>7,116</b>

Details of the distributions per share are set out in the distribution tables on pages 176 and 177.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	Assets at 15.10.21 £000	Assets at 15.10.20 £000
Level 1: Quoted prices	80,616	80,172
Level 2: Observable market data	131,994	150,896
<b>Total value</b>	<b>212,610</b>	<b>231,068</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	1,699	2,214
Amounts receivable on issue of shares	1	46
Income tax recoverable	6	4
Overseas tax recoverable	6	–
Sales awaiting settlement	976	739
<b>Total debtors</b>	<b>2,688</b>	<b>3,003</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing house and brokers	–	151
Cash and bank balances	7,181	534
<b>Total cash and bank balances</b>	<b>7,181</b>	<b>685</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	207	230
Amounts payable for cancellation of shares	477	1,247
Corporation tax payable	7	18
Purchases awaiting settlement	2,676	–
<b>Total other creditors</b>	<b>3,367</b>	<b>1,495</b>

## 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

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 to the ACD at the year end in respect of Fund Management Fee was £206,989 (2020: £230,221). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £1,885,603 (2020: £1,803,401). The amount outstanding at the year end was £518,657 (2020: £474,607). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £nil (2020: £nil) and £nil (2020: £1,786,669) respectively. The income received during the year amounted to £nil (2020: £27,493).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 1 Income shares)	780	780	–
ACD and related parties (Class 2 Income shares)	21,768,875	2,248,806	19,520,069
ACD and related parties (Class 3 Income shares)	1,253,191	(113,230)	1,366,421
ACD and related parties (Class 2 Accumulation shares)	5,452,042	(1,278,804)	6,730,846

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.88%

Class 2: 0.73%

Class 3: 0.33%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 161 and 162. The distributions per share are given in the distribution tables on pages 176 and 177. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	27,517,925	751,947	(1,474,791)	(23,780)	26,771,301
Class 2 Income shares	58,719,200	1,819,277	(9,413,384)	22,719	51,147,812
Class 3 Income shares	1,366,421	119,418	(232,648)	–	1,253,191
Class 1 Accumulation shares	2,420,892	105,890	(393,492)	(39,420)	2,093,870
Class 2 Accumulation shares	17,443,184	459,766	(4,660,232)	58,359	13,301,077

## 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 7 and 8.

#### 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 (2020: £nil).

#### Currency risk

At the year end date, 0.27% (2020: 0.02%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

#### Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2021 was:

Currency 15.10.21	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	379	121	19	519
Sterling	6,724	130,826	84,332	221,882
US dollar	78	–	–	78
<b>Financial Liabilities</b>				
Sterling	–	–	(4,725)	(4,725)
<b>Total</b>	<b>7,181</b>	<b>130,947</b>	<b>79,626</b>	<b>217,754</b>

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2020 was:

Currency 15.10.20	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	40	–	–	40
Sterling	8,061	143,474	83,175	234,710
US dollar	6	–	–	6
<b>Financial Liabilities</b>				
Sterling	–	–	(2,913)	(2,913)
<b>Total</b>	<b>8,107</b>	<b>143,474</b>	<b>80,262</b>	<b>231,843</b>

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

#### 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 £18,477,773 (2020: £20,383,348). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £18,477,773 (2020: £20,383,348). 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, 97.64% (2020: 99.67%) 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 9.76% (2020: 9.97%).

### 16 Stock lending

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 Counterparty exposure****Financial derivative exposure**

The types of derivatives held at the year end date were future contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Futures contracts £000	Total £000
<b>15.10.21</b>		
Royal Bank of Scotland	3	3
<b>Total</b>	<b>3</b>	<b>3</b>

	Futures contracts £000	Total £000
<b>15.10.20</b>		
JPMorgan	34	34
<b>Total</b>	<b>34</b>	<b>34</b>

The counterparty exposure on futures contracts is reported at their positive mark to market values.

**Collateral**

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2020: £nil).

**18 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	118,910	134,392	54.62	57.94
Below investment grade securities	13,081	13,303	6.00	5.75
Unrated securities	–	3,201	–	1.39
<b>Total debt securities</b>	<b>131,991</b>	<b>150,896</b>	<b>60.62</b>	<b>65.08</b>

Credit rating designations BBB or above are considered investment grade whereas credit rating designations BB 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Bonds	(60,044)	–	–	(60,044)	0.00%	0.00%
Equities	(20,055)	(8)	(85)	(20,148)	0.04%	0.42%
	(80,099)	(8)	(85)	(80,192)		
<b>Sales</b>						
Bonds	74,522	–	–	74,522	0.00%	0.00%
Equities	39,340	(16)	–	39,324	0.04%	0.00%
	113,862	(16)	–	113,846		
<b>Total</b>		(24)	(85)			
<b>Percentage of Fund average net assets</b>		0.01%	0.04%			

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases</b>						
Bonds	(76,398)	–	–	(76,398)	0.00%	0.00%
Equities	(35,899)	(17)	(187)	(36,103)	0.05%	0.52%
	(112,297)	(17)	(187)	(112,501)		
<b>Sales</b>						
Bonds	108,047	–	–	108,047	0.00%	0.00%
Equities	38,068	(15)	–	38,053	0.04%	0.00%
	146,115	(15)	–	146,100		
<b>Total</b>		(32)	(187)			
<b>Percentage of Fund average net assets</b>		0.01%	0.07%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.44% (2020: 0.76%). 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 three months ended 15 October 2021

Income shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Income shares	Group 1	1.6323	–	1.6323	1.5397
	Group 2	0.5294	1.1029	1.6323	1.5397
Class 2 Income shares	Group 1	1.7525	–	1.7525	1.6507
	Group 2	0.7626	0.9899	1.7525	1.6507
Class 3 Income shares	Group 1	1.9354	–	1.9354	1.8164
	Group 2	1.0546	0.8808	1.9354	1.8164

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	2.9873	–	2.9873	2.7402
	Group 2	1.4056	1.5817	2.9873	2.7402
Class 2 Accumulation shares	Group 1	2.0706	–	2.0706	1.8953
	Group 2	0.8058	1.2648	2.0706	1.8953

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## Interim distribution paid in pence per share for the three months ended 15 July 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Income shares	Group 1	1.3133	–	1.3133	1.6413
	Group 2	0.4930	0.8203	1.3133	1.6413
Class 2 Income shares	Group 1	1.4170	–	1.4170	1.7555
	Group 2	0.6435	0.7735	1.4170	1.7555
Class 3 Income shares	Group 1	1.5841	–	1.5841	1.9203
	Group 2	1.0576	0.5265	1.5841	1.9203

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Accumulation shares	Group 1	2.3889	–	2.3889	2.8955
	Group 2	0.2936	2.0953	2.3889	2.8955
Class 2 Accumulation shares	Group 1	1.6639	–	1.6639	1.9975
	Group 2	0.6448	1.0191	1.6639	1.9975

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the three months ended 15 April 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	1.7227	–	1.7227	1.5716
	Group 2	0.8326	0.8901	1.7227	1.5716
Class 2 Income shares	Group 1	1.8444	–	1.8444	1.6838
	Group 2	1.0236	0.8208	1.8444	1.6838
Class 3 Income shares	Group 1	2.0227	–	2.0227	1.8498
	Group 2	1.5281	0.4946	2.0227	1.8498

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Accumulation shares	Group 1	3.1088	–	3.1088	2.7515
	Group 2	1.8930	1.2158	3.1088	2.7515
Class 2 Accumulation shares	Group 1	2.1481	–	2.1481	1.9012
	Group 2	1.3701	0.7780	2.1481	1.9012

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.

## Interim distribution paid in pence per share for the three months ended 15 January 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Income shares	Group 1	1.3522	–	1.3522	1.4870
	Group 2	0.4837	0.8685	1.3522	1.4870
Class 2 Income shares	Group 1	1.4566	–	1.4566	1.5975
	Group 2	0.6250	0.8316	1.4566	1.5975
Class 3 Income shares	Group 1	1.6199	–	1.6199	1.7665
	Group 2	1.1449	0.4750	1.6199	1.7665

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Accumulation shares	Group 1	2.4247	–	2.4247	2.5865
	Group 2	1.7716	0.6531	2.4247	2.5865
Class 2 Accumulation shares	Group 1	1.6862	–	1.6862	1.7917
	Group 2	1.0027	0.6835	1.6862	1.7917

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

## Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS HIGH YIELD BOND FUND

### INVESTMENT OBJECTIVE

The Fund will aim to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is Bloomberg® Barclays® Pan European High Yield Index 2% Issuer Capped (Sterling Hedged).

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in high yield bonds, which have been independently rated as sub-investment grade with a credit rating below BBB-/Baa3, issued by companies and supranational organisations in Sterling or hedged to Sterling.

Sub-investment grade bonds are typically regarded as being of lower quality and therefore higher risk than "investment grade" bonds, but typically offer a higher yield.

#### Other investments

The Fund may also invest in other bonds, including those issued by governments, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed, and the Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk adjusted-returns. The Investment Manager will focus on identifying what they judge to be higher quality sub-investment grade bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

#### Environmental, Social and Governance (ESG) factors

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 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's performance is measured against the Index, after charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of sub-investment grade bonds issued in Euro, Sterling, Danish krone, Norwegian krone, Swedish krona, and Swiss franc, hedged to Sterling, but caps the exposure to a single issuer (company) at 2%.

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors High Yield Bond Fund delivered a total return of 5.86% (share class 1) net of fees. The Fund's benchmark\*, the Bloomberg Barclays Pan European High Yield Index 2% Issuer Capped, returned 6.60% over the same period.

The tracking error at the year end was 0.96%.

#### Review

Unlike other higher-quality sectors of the fixed income universe, high-yield bonds performed well over the review period. The market, which is more highly geared into growth through its high exposure to cyclical sectors such as energy, advanced on data suggesting the global economy was benefiting from the successful roll-out of Covid-19 vaccines, huge stimulus programmes in the US and elsewhere and the maintenance of ultra-loose monetary policy. Importantly, default rates in the market remained very low as company earnings improved in an environment of wage subsidies and tax relief. From a technical perspective, high-yield bonds proved resilient to record new issuance as companies rushed to refinance while borrowing costs were still cheap.

The Fund performed well in absolute terms but slightly underperformed its benchmark after charges were taken into account. Initially, returns were supported by holdings in UK pub groups. The sector profited from the expectation of strong demand from stay-at-home holidaymakers over the summer months. However, this outperformance faded as the period progressed.

Occidental Petroleum and content streaming service Netflix were among the main contributors over the period. Occidental prospered on the back of rising crude oil prices and moves to pay down debt, while Netflix enjoyed surging revenues as it added huge numbers of new subscribers during the Covid lockdowns. Anglian Water and Vodafone also added value. The main detractor was German real estate company Adler. The bonds were hit as the value of its assets was downgraded on the back of political uncertainty in the wake of the German elections and a referendum in Berlin that approved the expropriation of properties from large landlords.

## AVIVA INVESTORS HIGH YIELD BOND FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook

A successful roll-out of mass vaccination programmes and clear progress towards a normalisation of social and economic conditions will be pivotal to the prospects for what is now a richly valued high-yield bond market.

We anticipate that growth rates over the medium term will be strong enough to sustain momentum in the market and keep the default rate low. However, maximising return potential will depend to a large degree on finding value in the market, but not at the cost of taking on too much credit risk in what remain uncertain times.

An important backstop for the market has been the expanded central bank asset purchasing programmes. However, this support is set to be reduced, which could trigger heightened market volatility. We will be therefore examining closely central bank rhetoric.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 181 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.15 to 31.12.16	7.38	7.82	9.56
31.12.16 to 31.12.17	3.22	3.73	7.42
31.12.17 to 31.12.18	-4.89	-4.56	-2.40
31.12.18 to 31.12.19	11.70	12.00	12.60
31.12.19 to 31.12.20	3.00	3.30	2.50

\* Benchmark – Bloomberg\* Barclays\* Pan European High Yield Index 2% Issuer Capped (Sterling Hedged).

#### Performance History – Accumulation Shares

Calendar year	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	8.07	9.56
31.12.16 to 31.12.17	4.04	7.42
31.12.17 to 31.12.18	-4.28	-2.40
31.12.18 to 31.12.19	12.30	12.60
31.12.19 to 31.12.20	3.60	2.50

\* Benchmark – Bloomberg\* Barclays\* Pan European High Yield Index 2% Issuer Capped (Sterling Hedged).

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.

#### Material Portfolio Changes

Purchases	Sales
Nexi 1.63% 30/04/2026	NWEN Finance 5.88% 21/06/2021
Virgin Media Secured Finance 4.13% 15/08/2030	Energizer Gamma Acquisition 4.63% 15/07/2026
Organon 2.88% 30/04/2028	Rekeep 9.00% 15/06/2022
Renault 2.50% 01/04/2028	RAC Bond 5.00% 06/05/2046
Cellnex Finance 2.00% 15/02/2033	UK Treasury 4.75% 07/12/2038
Energizer Gamma Acquisition 3.50% 30/06/2029	Gestamp Funding Luxembourg 3.50% 15/05/2023
Dufry One 3.38% 15/04/2028	Fiat Chrysler Finance Europe SENC 4.75% 15/07/2022
Allied Universal Holdco 3.63% 01/06/2028	Telecom Italia 5.88% 19/05/2023
ADLER Group 2.25% 27/04/2027	International Game Technology 4.75% 15/02/2023
British American Tobacco, FRN 3.75% 31/12/2164	Lloyds Bank, FRN 12.00% Perpetual

#### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	67.41	68.73	68.18
Return before operating charges <sup>†</sup>	5.26	1.59	4.03
Operating charges	(0.62)	(0.59)	(0.60)
Return after operating charges <sup>†</sup>	4.64	1.00	3.43
Distributions	(1.88)	(2.32)	(2.88)
Closing net asset value per share	70.17	67.41	68.73
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	6.88%	1.45%	5.03%
<b>Other information</b>			
Closing net asset value (£000)	2,305	4,142	4,482
Closing number of shares	3,284,282	6,144,791	6,521,569
Operating charges (%) <sup>‡</sup>	0.88%	0.88%	0.88%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	71.52	71.23	69.77
Lowest share price	67.02	57.68	65.55

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	102.15	104.16	103.33
Return before operating charges <sup>†</sup>	8.00	2.41	6.10
Operating charges	(0.69)	(0.66)	(0.66)
Return after operating charges <sup>†</sup>	7.31	1.75	5.44
Distributions	(3.11)	(3.76)	(4.61)
Closing net asset value per share	106.35	102.15	104.16
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	7.16%	1.68%	5.26%
<b>Other information</b>			
Closing net asset value (£000)	25,886	35,302	54,003
Closing number of shares	24,341,239	34,557,659	51,847,907
Operating charges (%) <sup>‡</sup>	0.64%	0.64%	0.64%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	108.43	107.98	105.78
Lowest share price	101.58	87.46	99.34

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	258.71	253.47	239.75
Return before operating charges <sup>†</sup>	20.29	6.10	14.55
Operating charges	(0.94)	(0.86)	(0.83)
Return after operating charges <sup>†</sup>	19.35	5.24	13.72
Distributions	(8.79)	(10.04)	(11.63)
Retained distributions on accumulation shares	8.79	10.04	11.63
Closing net asset value per share	278.06	258.71	253.47
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	7.48%	2.07%	5.72%
<b>Other information</b>			
Closing net asset value (£000)	34,585	34,295	37,727
Closing number of shares	12,437,828	13,256,262	14,883,760
Operating charges (%) <sup>‡</sup>	0.34%	0.34%	0.34%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	281.49	265.39	255.29
Lowest share price	257.27	215.01	230.77

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.88%	0.88%
Class 2	0.64%	0.64%
Class 3	0.34%	0.34%

\* 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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Government Bond 0.00% (1.41%)</b>				
<b>United Kingdom 0.00% (1.41%)</b>				
<b>Corporate Bonds 91.66% (94.56%)</b>				
<b>Belgium 0.83% (1.19%)</b>				
Solvay, FRN 2.50% Perpetual	EUR	600,000	520	0.83
			520	0.83
<b>Canada 0.00% (0.89%)</b>				
<b>Cayman Islands 1.85% (1.49%)</b>				
UPCB Finance VII 3.63% 15/06/2029	EUR	1,350,000	1,160	1.85
			1,160	1.85
<b>Croatia 0.00% (0.29%)</b>				
<b>Denmark 0.00% (0.31%)</b>				
<b>Finland 0.00% (0.67%)</b>				
<b>France 7.87% (6.28%)</b>				
Altice France 5.88% 01/02/2027	EUR	400,000	353	0.56
Altice France 3.38% 15/01/2028	EUR	454,000	369	0.59
CAB SELAS 3.38% 01/02/2028	EUR	517,000	436	0.69
Crown European Holdings 3.38% 15/05/2025	EUR	500,000	450	0.72
Elis 1.00% 03/04/2025	EUR	700,000	585	0.93
Iliad Holding 5.63% 15/10/2028	EUR	300,000	263	0.42
Loxam 3.75% 15/07/2026	EUR	750,000	640	1.02
Orano 3.38% 23/04/2026	EUR	600,000	545	0.87
PSA Tresorerie GIE 6.00% 19/09/2033	EUR	500,000	628	1.00
Renault 2.50% 01/04/2028	EUR	800,000	669	1.07
			4,938	7.87
<b>Germany 3.82% (4.37%)</b>				
Cheplapharm Arzneimittel 3.50% 11/02/2027	EUR	247,000	209	0.33
IHO Verwaltungs 3.62% 15/05/2025	EUR	850,000	729	1.16
INEOS Styrolution Group 2.25% 16/01/2027	EUR	400,000	330	0.53
Techem Verwaltungsgesellschaft 675 2.00% 15/07/2025	EUR	507,000	420	0.67
WEPA Hygieneprodukte 2.88% 15/12/2027	EUR	340,000	276	0.44
ZF Finance 2.75% 25/05/2027	EUR	500,000	434	0.69
			2,398	3.82
<b>Guernsey 0.00% (0.69%)</b>				
<b>Ireland 0.00% (0.48%)</b>				
<b>Isle of Man 0.81% (0.73%)</b>				
Playtech 3.75% 12/10/2023	EUR	600,000	510	0.81
			510	0.81
<b>Italy 12.63% (14.31%)</b>				
Banca Monte dei Paschi di Siena, FRN 8.00% 22/01/2030	EUR	550,000	409	0.65
Banco BPM 1.63% 18/02/2025	EUR	1,019,000	872	1.39
Enel, FRN 8.75% 24/09/2073	USD	1,000,000	826	1.32
Fabric BC, FRN 4.13% 30/11/2024	EUR	672,414	568	0.90
Gamma Bidco 6.25% 15/07/2025	EUR	648,000	564	0.90
Infrastrutture Wireless Italiane 1.75% 19/04/2031	EUR	500,000	420	0.67
Intesa Sanpaolo 6.63% 13/09/2023	EUR	1,250,000	1,179	1.88
Nexi 1.63% 30/04/2026	EUR	825,000	692	1.10
Rekeep 7.25% 01/02/2026	EUR	470,000	423	0.67
Telecom Italia 5.88% 19/05/2023	GBP	650,000	692	1.10
UniCredit 6.95% 31/10/2022	EUR	650,000	587	0.94
UniCredit, FRN 2.73% 15/01/2032	EUR	806,000	698	1.11
			7,930	12.63



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 0.66% (1.26%)</b>				
SoftBank Group 4.00% 19/09/2029	EUR	500,000	417	0.66
			417	0.66
<b>Jersey 1.70% (2.70%)</b>				
Adient Global Holdings 3.50% 15/08/2024	EUR	750,000	640	1.02
Avis Budget Finance 4.75% 30/01/2026	EUR	500,000	428	0.68
			1,068	1.70
<b>Luxembourg 5.16% (9.00%)</b>				
ADLER Group 2.25% 27/04/2027	EUR	600,000	429	0.69
Altice France Holding 8.00% 15/05/2027	EUR	750,000	673	1.07
Altice France Holding 4.00% 15/02/2028	EUR	542,000	428	0.68
Galapagos Holding 7.00% 15/06/2022 <sup>s</sup>	EUR	2,500,000	63	0.10
LSF9 Balta Issuer 8.75% 31/12/2024	EUR	486,000	408	0.65
Matterhorn Telecom 3.13% 15/09/2026	EUR	750,000	626	1.00
Telecom Italia Finance 7.75% 24/01/2033	EUR	500,000	610	0.97
			3,237	5.16
<b>Mauritius 0.00% (1.05%)</b>				
<b>Netherlands 7.60% (9.01%)</b>				
Diebold Nixdorf Dutch Holding 9.00% 15/07/2025	EUR	322,000	293	0.47
Dufry One 3.38% 15/04/2028	EUR	701,000	582	0.93
Energizer Gamma Acquisition 3.50% 30/06/2029	EUR	750,000	619	0.98
LeasePlan, FRN 7.38% Perpetual	EUR	500,000	473	0.75
LKQ European Holdings 4.13% 01/04/2028	EUR	400,000	360	0.57
Nobel Bidco 3.13% 15/06/2028	EUR	385,000	313	0.50
OI European Group 2.88% 15/02/2025	EUR	582,000	494	0.79
Telefonica Europe, FRN 2.50% Perpetual	EUR	700,000	605	0.96
Telefonica Europe, FRN 4.38% Perpetual	EUR	400,000	365	0.58
Ziggo Bond 3.38% 28/02/2030	EUR	800,000	670	1.07
			4,774	7.60
<b>Spain 2.23% (1.24%)</b>				
Banco de Sabadell 5.63% 06/05/2026	EUR	400,000	395	0.63
Cellnex Finance 2.00% 15/02/2033	EUR	800,000	649	1.03
Grifols Escrow Issuer 3.88% 15/10/2028	EUR	419,000	355	0.57
			1,399	2.23
<b>Supranational 3.10% (0.75%)</b>				
Allied Universal Holdco 3.63% 01/06/2028	EUR	700,000	579	0.92
Allied Universal Holdco 4.88% 01/06/2028	GBP	438,000	428	0.68
Ardagh Metal Packaging Finance USA 2.00% 01/09/2028	EUR	500,000	418	0.67
Ardagh Packaging Finance 2.13% 15/08/2026	EUR	626,000	524	0.83
			1,949	3.10
<b>Sweden 1.15% (0.99%)</b>				
Akelius Residential Property, FRN 2.25% 17/05/2081	EUR	356,000	297	0.47
Intrum 3.13% 15/07/2024	EUR	500,000	423	0.68
			720	1.15
<b>Switzerland 0.99% (0.86%)</b>				
UBS Group, FRN 6.87% Perpetual	USD	750,000	619	0.99
			619	0.99

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United Kingdom 25.12% (22.63%)</b>				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	1,000,000	1,079	1.72
BCP V Modular Services Finance II 4.75% 30/11/2028	EUR	455,000	385	0.61
Bellis Acquisition 3.25% 16/02/2026	GBP	297,000	290	0.46
British American Tobacco, FRN 3.75% 31/12/2164	EUR	587,000	492	0.78
BUPA Finance, FRN 4.00% 31/12/2164	GBP	200,000	195	0.31
Constellation Automotive Financing 4.88% 15/07/2027	GBP	207,000	202	0.32
Drax Finco 2.63% 01/11/2025	EUR	459,000	399	0.64
Greene King Finance, FRN 1.87% 15/12/2034	GBP	2,250,000	1,852	2.95
House of Fraser Funding, FRN 6.55% 15/09/2020 <sup>s</sup>	GBP	540,000	8	0.01
HSBC Holdings, FRN 4.60% 31/12/2164	USD	308,000	224	0.36
HSBC Holdings, FRN 5.88% Perpetual	GBP	600,000	653	1.04
Iceland Bondco 4.38% 15/05/2028	GBP	338,000	292	0.46
Iron Mountain UK, REIT 3.88% 15/11/2025	GBP	700,000	705	1.12
Jaguar Land Rover Automotive 5.88% 15/11/2024	EUR	400,000	362	0.58
Jaguar Land Rover Automotive 4.50% 15/07/2028	EUR	406,000	343	0.55
Mitchells & Butlers Finance, FRN, Series D1 2.18% 15/06/2036	GBP	1,734,000	1,401	2.23
Neptune Energy Bondco 6.63% 15/05/2025	USD	650,000	481	0.77
Nomad Foods Bondco 2.50% 24/06/2028	EUR	500,000	422	0.67
PeopleCert Wisdom Issuer 5.75% 15/09/2026	EUR	250,000	217	0.35
Premier Foods Finance 3.50% 15/10/2026	GBP	399,000	395	0.63
Spirit IssuerA5 5.47% 28/12/2034	GBP	1,550,000	1,721	2.74
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	1,310,000	1,353	2.16
Virgin Media Secured Finance 4.13% 15/08/2030	GBP	700,000	697	1.11
Vodafone Group, FRN 4.87% 03/10/2078	GBP	1,500,000	1,603	2.55
			15,771	25.12
<b>United States of America 16.14% (13.37%)</b>				
Agrokor 0.00% 31/12/2049	EUR	153,493	178	0.28
Agrokor 0.00% 31/12/2049 <sup>a</sup>	EUR	613,972	–	–
AT&T, FRN 2.87% Perpetual	EUR	400,000	340	0.54
Belden 3.88% 15/03/2028	EUR	900,000	786	1.25
Boxer Parent 6.50% 02/10/2025	EUR	900,000	794	1.27
Catalent Pharma Solutions 2.38% 01/03/2028	EUR	762,000	643	1.02
DaVita 4.63% 01/06/2030	USD	500,000	371	0.59
Ford Motor Credit 2.75% 14/06/2024	GBP	398,000	399	0.64
Ford Motor Credit 4.54% 06/03/2025	GBP	400,000	423	0.67
Ford Motor Credit 3.25% 15/09/2025	EUR	750,000	668	1.06
IQVIA 2.25% 15/01/2028	EUR	925,000	779	1.24
Iron Mountain, REIT 4.50% 15/02/2031	USD	275,000	201	0.32
Kraton Polymers 5.25% 15/05/2026	EUR	400,000	346	0.55
MPT Operating Partnership, REIT 2.55% 05/12/2023	GBP	649,000	663	1.06
MPT Operating Partnership, REIT 2.50% 24/03/2026	GBP	400,000	405	0.65
Netflix 3.88% 15/11/2029	EUR	1,000,000	1,015	1.62
Occidental Petroleum 6.45% 15/09/2036	USD	400,000	370	0.59
Olympus Water US Holding 3.88% 01/10/2028	EUR	161,000	135	0.22
Organon 2.88% 30/04/2028	EUR	800,000	681	1.08
PG&E 5.00% 01/07/2028	USD	760,000	570	0.91
T-Mobile USA 2.63% 15/04/2026	USD	490,000	362	0.58
			10,129	16.14
<b>Corporate Bonds total</b>			<b>57,539</b>	<b>91.66</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Forward Currency Contracts 0.54% (0.64%)</b>				
Buy EUR 323,466 sell GBP 380,000 dated 12/01/2022			(2)	–
Buy GBP 47,750,300 sell EUR 40,692,042 dated 12/01/2022			283	0.45
Buy GBP 6,725,800 sell USD 4,952,700 dated 12/01/2022			60	0.09
<b>Forward Currency Contracts total</b>			<b>341</b>	<b>0.54</b>
<b>Futures 0.21% ((0.11)%)</b>				
Euro-Bobl 08/12/2021	EUR	(10)	9	0.01
Euro-Bund 08/12/2021	EUR	(20)	54	0.09
Euro-buxl 30 Year Bond 08/12/2021	EUR	(3)	14	0.02
Long Gilt 29/12/2021	GBP	(10)	43	0.07
US 10 Year Note 21/12/2021	USD	(8)	12	0.02
<b>Futures total</b>			<b>132</b>	<b>0.21</b>
<b>Liquidity Funds 4.26% (1.18%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP <sup>†</sup>	GBP	1,800,000	1,800	2.87
Aviva Investors US Dollar Liquidity Fund Class 3, Income shares, USD <sup>†</sup>	USD	1,200,000	873	1.39
<b>Liquidity Funds total</b>			<b>2,673</b>	<b>4.26</b>
Investment assets			60,685	96.67
Net other assets			2,091	3.33
<b>Net assets</b>			<b>62,776</b>	<b>100.00</b>

All holdings are debt securities denominated in sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2020.

§ Security is currently in default.

^ Unlisted, suspended or delisted security.

† A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		2,956		(1,640)
Revenue	3	2,410		3,551	
Expenses	4	(344)		(436)	
Net revenue before taxation		2,066		3,115	
Taxation	5	–		(16)	
Net revenue after taxation			2,066		3,099
<b>Total return before distributions</b>			<b>5,022</b>		<b>1,459</b>
Distributions	6		(2,066)		(3,099)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>2,956</b>		<b>(1,640)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>73,739</b>		<b>96,212</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	3,301		3,639	
Amounts payable on cancellation of shares	(18,328)		(25,862)	
		(15,027)		(22,223)
Change in net assets attributable to shareholders from investment activities (see above)		2,956		(1,640)
Retained distribution on accumulation shares		1,108		1,390
<b>Closing net assets attributable to shareholders</b>		<b>62,776</b>		<b>73,739</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	60,687	72,270
<b>Current assets:</b>			
Debtors	8	726	997
Cash and bank balances	9	2,465	1,938
<b>Total assets</b>		<b>63,878</b>	<b>75,205</b>
<b>Liabilities:</b>			
Investment liabilities	7	(2)	(242)
<b>Creditors:</b>			
Bank overdrafts		(44)	–
Distribution payable		(194)	(344)
Other creditors	10	(862)	(880)
<b>Total liabilities</b>		<b>(1,102)</b>	<b>(1,466)</b>
<b>Net assets attributable to shareholders</b>		<b>62,776</b>	<b>73,739</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Compensation items	104	–
Currency (losses)/gains	(26)	96
Derivative contracts gains/(losses)	258	(366)
Forward currency contracts gains/(losses)	3,618	(1,745)
Non-derivative securities (losses)/gains	(998)	375
<b>Net capital gains/(losses)</b>	<b>2,956</b>	<b>(1,640)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	6
Interest on debt securities	2,427	3,536
Income from derivatives	(17)	7
Revenue from offshore funds	–	1
Stock lending commission*	–	1
<b>Total revenue</b>	<b>2,410</b>	<b>3,551</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	334	428
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	10	8
<b>Total expenses</b>	<b>344</b>	<b>436</b>

The audit fee was £9,833 (2020: £9,455) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Adjustments	–	12
Overseas tax suffered	–	4
<b>Total current tax (see note 5b)</b>	<b>–</b>	<b>16</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>2,066</b>	<b>3,115</b>
Corporation tax at 20%	413	623
<b>Effects of:</b>		
Adjustments	–	12
Overseas tax suffered	–	4
Tax deductible on interest distributions	(413)	(623)
<b>Current tax charge (see note 5a)</b>	<b>–</b>	<b>16</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Gross interest distribution for the three months ended 15 January	566	824
Gross interest distribution for the three months ended 15 April	512	793
Gross interest distribution for the three months ended 15 July	483	701
Gross interest distribution for the three months ended 15 October	459	669
	<b>2,020</b>	<b>2,987</b>
Add: Revenue deducted on cancellation of shares	59	129
Deduct: Revenue received on issue of shares	(13)	(17)
<b>Total distributions</b>	<b>2,066</b>	<b>3,099</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	2,066	3,099
<b>Net revenue after taxation</b>	<b>2,066</b>	<b>3,099</b>

Details of the distributions per share are set out in the distribution tables on pages 194 and 195.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	132	–	–	(78)
Level 2: Observable market data	60,377	(2)	72,270	(164)
Level 3: Unobservable data	178	–	–	–
<b>Total value</b>	<b>60,687</b>	<b>(2)</b>	<b>72,270</b>	<b>(242)</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	581	861
Amounts receivable on issue of shares	141	132
Sales awaiting settlement	4	4
<b>Total debtors</b>	<b>726</b>	<b>997</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	2,465	1,778
<b>Total cash and bank balances</b>	<b>2,465</b>	<b>1,938</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	35	47
Amounts payable for cancellation of shares	189	376
Purchases awaiting settlement	638	457
<b>Total other creditors</b>	<b>862</b>	<b>880</b>



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £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.

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 to the ACD at the year end in respect of Fund Management Fee was £35,367 (2020: balance due to the ACD was £47,114). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £1,218,042 (2020: £1,566,712). The amount outstanding at the year end was £287,964 (2020: £361,589). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £30,541,556 (2020: £38,930,373) and £28,714,554 (2020: £39,881,784) respectively. The income received during the year amounted to £497 (2020: £7,993).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Income shares)	3,166,807	(946,262)	4,113,069
ACD and related parties (Class 3 Accumulation shares)	12,437,828	(818,434)	13,256,262

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.88%

Class 2: 0.64%

Class 3: 0.34%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 181. The distributions per share are given in the distribution tables on pages 194 and 195. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	6,144,791	229,799	(3,090,308)	–	3,284,282
Class 2 Income shares	34,557,659	915,602	(11,132,022)	–	24,341,239
Class 3 Accumulation shares	13,256,262	784,225	(1,602,659)	–	12,437,828

## 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 7 and 8.

#### 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 (2020: £nil).

#### Currency risk

At the year end date, 0.01% (2020: (0.43)%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

#### Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2021 was:

Currency 15.10.21	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	2,952	37,490	837	41,279
Sterling	1,878	15,449	45,737	63,064
US dollar	11	4,024	929	4,964
<b>Financial Liabilities</b>				
Euro	(102)	–	(40,410)	(40,512)
Sterling	73	–	(1,185)	(1,112)
US dollar	(15)	–	(4,892)	(4,907)
<b>Total</b>	<b>4,797</b>	<b>56,963</b>	<b>1,016</b>	<b>62,776</b>

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2020 was:

Currency 15.10.20	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	2,690	45,248	53,988	101,926
Sterling	777	17,582	118,174	136,533
US dollar	43	6,901	8,662	15,606
<b>Financial Liabilities</b>				
Euro	21	–	(102,257)	(102,236)
Sterling	142	–	(62,616)	(62,474)
US dollar	–	–	(15,616)	(15,616)
<b>Total</b>	<b>3,673</b>	<b>69,731</b>	<b>335</b>	<b>73,739</b>

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

The floating rate on Euro FRNs is linked to LIBOR or its overseas equivalent.

The floating rate on US Dollar FRNs is linked to LIBOR or its overseas equivalent.

#### 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 £1,800,884 (2020: £2,531,167). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £1,800,884 (2020: £2,531,167). 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, 96.67% (2020: 97.68%) 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 9.67% (2020: 9.77%).

### 16 Stock lending

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 Counterparty exposure****Financial derivative exposure**

The types of derivatives held at the year end date were forward currency contracts and futures contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.21</b>			
Goldman Sachs	60	–	60
J.P. Morgan	–	132	132
Merrill Lynch	(2)	–	(2)
Royal Bank of Scotland	283	–	283
<b>Total</b>	<b>341</b>	<b>132</b>	<b>473</b>

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.20</b>			
Barclays	(5)	–	(5)
BNP Paribas	3	–	3
Citibank	(1)	–	(1)
J.P. Morgan	(10)	–	(10)
Merrill Lynch	487	–	487
Royal Bank of Canada	2	–	2
Royal Bank of Scotland	(6)	–	(6)
Société Générale	(1)	–	(1)
Standard Chartered	7	–	7
UBS	(6)	–	(6)
<b>Total</b>	<b>470</b>	<b>0</b>	<b>470</b>

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

**Collateral**

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2020: £nil).

**18 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	5,108	6,702	8.15	9.09
Below investment grade securities	51,773	63,308	82.47	85.86
Unrated securities	658	754	1.04	1.02
<b>Total debt securities</b>	<b>57,539</b>	<b>70,764</b>	<b>91.66</b>	<b>95.97</b>

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

**19 Direct transaction costs**

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2021 (2020: £nil). The total purchases for the year amounted to £19,317,271 (2020: £81,461,965) and the total sales amounted to £31,427,686 (2020: £99,231,112).

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.90% (2020: 1.61%). 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 three months ended 15 October 2021

Income shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Income shares	Group 1	0.4438	–	0.4438	0.5514
	Group 2	0.2888	0.1550	0.4438	0.5514
Class 2 Income shares	Group 1	0.7381	–	0.7381	0.8982
	Group 2	0.3668	0.3713	0.7381	0.8982

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 3 Accumulation shares	Group 1	2.1273	–	2.1273	2.4490
	Group 2	1.0613	1.0660	2.1273	2.4490

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## Interim distribution paid in pence per share for the three months ended 15 July 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Income shares	Group 1	0.4587	–	0.4587	0.5592
	Group 2	0.2664	0.1923	0.4587	0.5592
Class 2 Income shares	Group 1	0.7600	–	0.7600	0.9067
	Group 2	0.3495	0.4105	0.7600	0.9067

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 3 Accumulation shares	Group 1	2.1651	–	2.1651	2.4365
	Group 2	1.1414	1.0237	2.1651	2.4365

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the three months ended 15 April 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	0.4781	–	0.4781	0.6175
	Group 2	0.2265	0.2516	0.4781	0.6175
Class 2 Income shares	Group 1	0.7884	–	0.7884	0.9968
	Group 2	0.3619	0.4265	0.7884	0.9968

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 3 Accumulation shares	Group 1	2.2162	–	2.2162	2.6357
	Group 2	1.1225	1.0937	2.2162	2.6357

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.

## Interim distribution paid in pence per share for the three months ended 15 January 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Income shares	Group 1	0.4992	–	0.4992	0.5871
	Group 2	0.2753	0.2239	0.4992	0.5871
Class 2 Income shares	Group 1	0.8200	–	0.8200	0.9540
	Group 2	0.4298	0.3902	0.8200	0.9540

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 3 Accumulation shares	Group 1	2.2776	–	2.2776	2.5169
	Group 2	1.0570	1.2206	2.2776	2.5169

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS HIGHER INCOME PLUS FUND

### INVESTMENT OBJECTIVE

The Fund will invest in bonds issued by companies and aims to provide an income of at least 110% of the income return of the benchmark, and an overall net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is a composite index, as detailed below.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in bonds (including those issued by governments and supranational organisations) issued in Sterling or hedged to Sterling, including exposure to emerging markets. A maximum of 60% of the Fund may be invested in sub-investment grade bonds, which have been independently rated as sub-investment grade with a credit rating below BBB-/Baa3.

Sub-investment grade bonds are typically regarded as being of lower quality than "investment grade" bonds, but typically offer a higher yield.

#### Other investments

The Fund may also invest in other bonds, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed with a flexible investment allocation approach across global bond markets. The Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk-adjusted returns. The Investment Manager will focus on identifying what they judge to be higher quality investment grade or sub-investment grade bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

#### Environmental, Social and Governance (ESG) factors

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 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's performance is measured against the Index, a composite benchmark of 50% Markit iBoxx® Sterling Non-Gilts Index, 40% Bloomberg® Barclays® Pan European High Yield Index 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Market Bond Index (Sterling Hedged) after charges and taxes, whilst the income target is measured before charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of global bonds (approximately 2,100).

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Higher Income Plus Fund delivered a total return of 2.88% (share class 1) net of fees. The Fund's benchmark\*, 50% Markit iBoxx Sterling Non-Gilts Index, 40% Bloomberg Barclays Pan European High Yield Index 2% issuer capped and 10% JPM Emerging Market Bond Index, returned 2.73% over the same period.

The tracking error at the year end was 0.49%.

#### Review

In a challenging environment for fixed income assets, the Fund generated a positive return and outperformed its benchmark. The weakness of government bonds created a headwind for most areas of fixed income during the period. Benchmark government bond yields, which move inversely to prices, rose by one hundred basis points and eighty basis points respectively in the UK and US as investors anticipated that a combination of stronger growth and rising inflation would bring forward tighter monetary policy. This was despite the main central banks reiterating that their ultra-accommodative stance would remain in place until the economic recovery became established.

Total returns for corporate bonds were held back by the weakness of government bonds, although a tightening of credit spreads attested to the fundamental health of the market. The most resilient areas were lower-quality credits and those sectors that are most sensitive to the ultimate ending of social restrictions, such as leisure. High-yield bonds performed well amid strong appetite for risk, despite record new issuance in the US.

The Fund benefited from timely moves to adjust risk as sentiment shifted over the course of the review period. Credit risk was raised when confidence surged on the approval of Covid vaccines in November 2020 but then dialled back as inflation concerns began to come to the fore in the summer of 2021. The underweighting of interest rate risk also added value.

## AVIVA INVESTORS HIGHER INCOME PLUS FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Review (continued)

The top-performing credit for the Fund was GE, which pleased the market with its move to pay down some of its debt burden. Other profitable positions included streaming service Netflix, whose revenues surged on huge increases in subscriber numbers during the pandemic. Gatwick Airport and the Italian bank Intesa Sanpaolo also added value. The main detractor was German real estate company Adler. The bonds were hit as the value of its assets was downgraded on the back of political uncertainty in the wake of the German elections and a referendum in Berlin that approved the expropriation of properties from large landlords.

#### Outlook

The global economic outlook continues to improve on the back of mass Covid-19 vaccination programmes and huge fiscal stimulus, most notably in the US. We expect this to persist in the medium term.

We expect corporate bond default rates to remain low and credit fundamentals to improve as company earnings continue to reflect the re-opening of economies. Technical factors offer a further underpinning as investor demand remains very strong but issuance is expected to fall away somewhat over the remainder of the year.

Corporate bond valuations nevertheless remain stretched and we therefore remain wary of taking on too much credit risk within lower-quality segments of the market. There are numerous sources of potential market volatility and we will be monitoring closely central bank statement indicating their expected path to monetary policy normalisation and the progress of US stimulus packages through the legislature. We anticipate that the US Federal Reserve will announce a winding up of its quantitative easing programme in November. We now have neutral risk position as we head into 2022.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 199 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	8.27	8.61	8.86	10.41
31.12.16 to 31.12.17	4.26	4.64	4.94	6.04
31.12.17 to 31.12.18	-3.31	-3.02	-2.71	-2.38
31.12.18 to 31.12.19	11.30	11.50	11.90	10.90
31.12.19 to 31.12.20	7.30	7.60	7.90	5.40

\* Benchmark – a composite benchmark of 50% Markit iBoxx\* Sterling Non-Gilts Index, 40% Bloomberg\* Barclays\* Pan European High Yield Index 2% Issuer Capped (Sterling Hedged) and 10% JPM\* Emerging Market Bond Index (Sterling Hedged).

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.

### Material Portfolio Changes

Purchases	Sales
UK Treasury 0.63% 31/07/2035	UK Treasury 0.63% 31/07/2035
UK Treasury 1.63% 22/10/2028	Legal & General Group, FRN 10.00% 23/07/2041
Legal & General Group, FRN 5.38% 27/10/2045	Barclays Bank 10.00% 21/05/2021
Aviva Investors Emerging Markets Bond Fund Class Zqh, Income shares, EUR	UK Treasury 4.75% 07/12/2038
Amazon.com 2.88% 12/05/2041	Global Switch Finance 1.38% 07/10/2030
Bank of America, FRN 2.69% 22/04/2032	Orange, FRN 5.88% Perpetual
Barclays, FRN 6.13% 31/12/2164	Lloyds Bank, FRN 12.00% Perpetual
Cellnex Finance Co. 2.00% 15/02/2033	InterContinental Hotels Group 3.38% 08/10/2028
Lloyds Banking Group, FRN 2.71% 03/12/2035	Network i2i, FRN 5.65% Perpetual
BNP Paribas 1.25% 13/07/2031	UniCredit, FRN 2.73% 15/01/2032

### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.



## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	52.07	51.32	49.24
Return before operating charges <sup>‡</sup>	2.04	2.83	4.35
Operating charges	(0.47)	(0.45)	(0.44)
Return after operating charges <sup>‡</sup>	1.57	2.38	3.91
Distributions	(1.28)	(1.63)	(1.83)
Closing net asset value per share	52.36	52.07	51.32
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	3.02%	4.64%	7.94%
<b>Other information</b>			
Closing net asset value (£000)	192,850	201,886	211,722
Closing number of shares	368,285,375	387,692,135	412,552,360
Operating charges (%) <sup>‡</sup>	0.87%	0.87%	0.87%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	54.22	52.99	52.16
Lowest share price	51.95	44.99	48.40

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	78.37	77.24	74.11
Return before operating charges <sup>‡</sup>	3.07	4.26	6.54
Operating charges	(0.50)	(0.48)	(0.47)
Return after operating charges <sup>‡</sup>	2.57	3.78	6.07
Distributions	(2.13)	(2.65)	(2.94)
Closing net asset value per share	78.81	78.37	77.24
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	3.28%	4.89%	8.19%
<b>Other information</b>			
Closing net asset value (£000)	191,946	136,861	136,530
Closing number of shares	243,559,448	174,631,687	176,763,887
Operating charges (%) <sup>‡</sup>	0.62%	0.62%	0.62%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	81.59	79.69	78.44
Lowest share price	78.19	67.66	72.83

Class 3 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	107.24	105.69	101.41
Return before operating charges <sup>‡</sup>	4.21	5.83	8.94
Operating charges	(0.36)	(0.34)	(0.33)
Return after operating charges <sup>‡</sup>	3.85	5.49	8.61
Distributions	(3.25)	(3.94)	(4.33)
Closing net asset value per share	107.84	107.24	105.69
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	3.59%	5.19%	8.49%
<b>Other information</b>			
Closing net asset value (£000)	40,295	42,988	45,809
Closing number of shares	37,365,225	40,086,359	43,343,128
Operating charges (%) <sup>‡</sup>	0.32%	0.32%	0.32%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	111.67	109.05	107.35
Lowest share price	107.01	92.59	99.67

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> 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	15.10.21	15.10.20
Class 1	0.87%	0.87%
Class 2	0.62%	0.62%
Class 3	0.32%	0.32%

\* 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. The OCF for share class 1, when aggregated with certain other payments out of scheme property incurred in respect of it, is capped at 1.00%. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Collective Investment Schemes 9.10% (9.23%)</b>				
Aviva Investors Emerging Markets Bond Fund Class Zqh, Income shares, EUR <sup>†</sup>	EUR	50,018	38,670	9.10
<b>Collective Investment Schemes total</b>			<b>38,670</b>	<b>9.10</b>
<b>Government Bonds 6.02% (5.95%)</b>				
<b>United Kingdom 6.02% (5.95%)</b>				
UK Treasury 1.63% 22/10/2028	GBP	9,800,000	10,342	2.43
UK Treasury 4.75% 07/12/2038	GBP	5,500,000	8,458	1.99
UK Treasury 4.50% 07/12/2042	GBP	4,300,000	6,815	1.60
			25,615	6.02
<b>Government Bonds total</b>			<b>25,615</b>	<b>6.02</b>
<b>Corporate Bonds 75.91% (77.93%)</b>				
<b>Canada 0.00% (0.57%)</b>				
Cayman Islands 1.01% (0.96%)				
UPCB Finance VII 3.63% 15/06/2029	EUR	5,000,000	4,297	1.01
			4,297	1.01
<b>France 7.46% (6.59%)</b>				
Altice France 5.88% 01/02/2027	EUR	1,754,000	1,548	0.37
AXA, FRN 5.63% 16/01/2054	GBP	3,100,000	3,778	0.89
BNP Paribas 1.25% 13/07/2031	GBP	4,300,000	3,968	0.94
CAB SELAS 3.38% 01/02/2028	EUR	2,067,000	1,742	0.41
Credit Agricole, FRN 1.87% 09/12/2031	GBP	2,600,000	2,559	0.60
Electricite de France 6.13% 02/06/2034	GBP	2,400,000	3,366	0.79
Electricite de France, FRN 6.00% Perpetual	GBP	3,200,000	3,496	0.82
Iliad Holding 5.63% 15/10/2028	EUR	2,000,000	1,751	0.41
Loxam 3.75% 15/07/2026	EUR	2,500,000	2,132	0.50
Orano 3.38% 23/04/2026	EUR	2,800,000	2,544	0.60
PSA Tresorerie GIE 6.00% 19/09/2033	EUR	1,500,000	1,885	0.44
Renault 2.50% 01/04/2028	EUR	3,500,000	2,926	0.69
			31,695	7.46
<b>Germany 0.39% (0.56%)</b>				
INEOS Styrolution Group 2.25% 16/01/2027	EUR	2,000,000	1,649	0.39
			1,649	0.39
<b>Guernsey 0.00% (0.45%)</b>				
<b>Hong Kong 0.13% (0.00%)</b>				
AIA Group, FRN 0.88% 09/09/2033	EUR	666,000	555	0.13
			555	0.13
<b>Ireland 1.24% (1.75%)</b>				
GE Capital UK Funding 5.88% 18/01/2033	GBP	3,300,000	4,394	1.04
GE Capital UK Funding 8.00% 14/01/2039	GBP	500,000	856	0.20
			5,250	1.24
<b>Italy 4.12% (6.54%)</b>				
Enel, FRN 8.75% 24/09/2073	USD	4,000,000	3,303	0.78
Enel, FRN 1.88% Perpetual	EUR	3,101,000	2,573	0.61
Intesa Sanpaolo 6.63% 13/09/2023	EUR	1,500,000	1,415	0.33
Nexi 1.63% 30/04/2026	EUR	3,961,000	3,322	0.78
Telecom Italia 5.88% 19/05/2023	GBP	4,800,000	5,115	1.20
UniCredit 6.95% 31/10/2022	EUR	2,000,000	1,806	0.42
			17,534	4.12
<b>Japan 0.39% (0.48%)</b>				
SoftBank Group 4.00% 19/09/2029	EUR	2,000,000	1,668	0.39
			1,668	0.39

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Jersey 1.45% (2.30%)</b>				
Adient Global Holdings 3.50% 15/08/2024	EUR	2,000,000	1,706	0.40
Avis Budget Finance 4.75% 30/01/2026	EUR	2,000,000	1,713	0.40
Gatwick Funding 2.63% 07/10/2048	GBP	3,000,000	2,743	0.65
			6,162	1.45
<b>Luxembourg 2.44% (1.70%)</b>				
ADLER Group 2.25% 27/04/2027	EUR	2,100,000	1,502	0.35
Altice France Holding 8.00% 15/05/2027	EUR	3,500,000	3,138	0.74
Altice France Holding 4.00% 15/02/2028	EUR	1,818,000	1,436	0.34
Blackstone Property Partners Europe Holdings 2.63% 20/10/2028	GBP	1,633,000	1,647	0.39
Galapagos Holding 7.00% 15/06/2022	EUR	3,000,000	76	0.02
LSF9 Balta Issuer 8.75% 31/12/2024	EUR	1,215,000	1,020	0.24
Matterhorn Telecom 3.13% 15/09/2026	EUR	1,851,000	1,546	0.36
			10,365	2.44
<b>Mauritius 0.00% (0.81%)</b>				
<b>Mexico 0.24% (0.56%)</b>				
America Movil 4.38% 07/08/2041	GBP	823,000	1,037	0.24
			1,037	0.24
<b>Netherlands 5.38% (7.60%)</b>				
Dufry One 3.38% 15/04/2028	EUR	2,899,000	2,406	0.56
Enel Finance International 5.75% 14/09/2040	GBP	1,500,000	2,200	0.52
Energizer Gamma Acquisition 3.50% 30/06/2029	EUR	3,500,000	2,886	0.68
Nobel Bidco 3.13% 15/06/2028	EUR	1,927,000	1,567	0.37
OI European Group 2.88% 15/02/2025	EUR	1,552,000	1,316	0.31
Telefonica Europe, FRN 2.50% Perpetual	EUR	5,000,000	4,323	1.01
Telefonica Europe, FRN 4.38% Perpetual	EUR	2,500,000	2,283	0.54
Ziggo 2.88% 15/01/2030	EUR	3,000,000	2,541	0.60
Ziggo Bond 3.38% 28/02/2030	EUR	4,000,000	3,350	0.79
			22,872	5.38
<b>Spain 2.70% (1.79%)</b>				
Banco Bilbao Vizcaya Argentaria, FRN 3.10% 15/07/2031	GBP	1,800,000	1,863	0.44
Banco Santander, FRN 2.25% 04/10/2032	GBP	3,700,000	3,658	0.86
Cellnex Finance Co. 2.00% 15/02/2033	EUR	4,700,000	3,816	0.90
Grifols Escrow Issuer 3.88% 15/10/2028	EUR	2,515,000	2,131	0.50
			11,468	2.70
<b>Supranational 1.89% (0.37%)</b>				
Allied Universal Holdco 3.63% 01/06/2028	EUR	3,500,000	2,894	0.68
Allied Universal Holdco 4.88% 01/06/2028	GBP	2,337,000	2,285	0.54
Ardagh Metal Packaging Finance USA 2.00% 01/09/2028	EUR	1,837,000	1,536	0.36
Ardagh Packaging Finance 2.13% 15/08/2026	EUR	1,565,000	1,310	0.31
			8,025	1.89
<b>Sweden 0.40% (0.45%)</b>				
Intrum 3.13% 15/07/2024	EUR	2,000,000	1,691	0.40
			1,691	0.40
<b>Switzerland 0.51% (0.58%)</b>				
Credit Suisse Group, FRN 2.25% 09/06/2028	GBP	2,158,000	2,174	0.51
			2,174	0.51
<b>United Kingdom 27.64% (30.14%)</b>				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	3,000,000	3,238	0.76
Barclays 3.25% 12/02/2027	GBP	3,054,000	3,247	0.76
Barclays, FRN 6.13% 31/12/2164	USD	5,100,000	4,116	0.97
BCP V Modular Services Finance II 4.75% 30/11/2028	EUR	3,032,000	2,567	0.60
Bellis Acquisition 3.25% 16/02/2026	GBP	3,500,000	3,413	0.80

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United Kingdom 27.64% (30.14%) (continued)</b>				
British American Tobacco, FRN 3.75% 31/12/2164	EUR	3,997,000	3,349	0.79
BUPA Finance, FRN 4.00% 31/12/2164	GBP	969,000	946	0.22
Canary Wharf Group Investment Holdings 2.63% 23/04/2025	GBP	1,544,000	1,562	0.37
Constellation Automotive Financing 4.88% 15/07/2027	GBP	1,241,000	1,213	0.29
Debenhams 5.25% 15/07/2021 <sup>s</sup>	GBP	904,000	4	–
DS Smith 2.88% 26/07/2029	GBP	2,437,000	2,526	0.59
Eversholt Funding 6.70% 22/02/2035	GBP	2,892,857	3,694	0.87
House of Fraser Funding, FRN 6.55% 15/09/2020	GBP	953,000	14	–
HSBC Holdings 6.75% 11/09/2028	GBP	1,750,000	2,210	0.52
HSBC Holdings, FRN 5.88% Perpetual	GBP	1,800,000	1,957	0.46
Iceland Bondco 4.38% 15/05/2028	GBP	1,504,000	1,299	0.31
Imperial Brands Finance 9.00% 17/02/2022	GBP	4,500,000	4,624	1.09
Investec, FRN 2.63% 04/01/2032	GBP	1,856,000	1,837	0.43
Investec Bank 9.63% 17/02/2022	GBP	3,000,000	3,085	0.73
Iron Mountain UK, REIT 3.88% 15/11/2025	GBP	2,000,000	2,015	0.47
Jaguar Land Rover Automotive 4.50% 15/07/2028	EUR	2,707,000	2,286	0.54
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	2,281,393	2,754	0.65
Legal & General Group, FRN 5.38% 27/10/2045	GBP	6,900,000	7,792	1.83
Lloyds Banking Group, FRN 2.71% 03/12/2035	GBP	3,300,000	3,294	0.78
London Stock Exchange Group 1.63% 06/04/2030	GBP	2,121,000	2,092	0.49
M&G, FRN 5.63% 20/10/2051	GBP	2,600,000	3,026	0.71
M&G, FRN 6.34% 19/12/2063	GBP	657,000	832	0.20
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	5,000,000	5,528	1.30
NatWest Group, FRN 2.10% 28/11/2031	GBP	1,676,000	1,658	0.39
Neptune Energy Bondco 6.63% 15/05/2025	USD	3,000,000	2,221	0.52
Premier Foods Finance 3.50% 15/10/2026	GBP	1,995,000	1,975	0.46
RAC Bond 4.57% 06/05/2046	GBP	3,700,000	3,844	0.90
Spirit Issuer, SeriesA5 5.47% 28/12/2034	GBP	3,514,000	3,901	0.92
Telereal Securitisation, FRN 1.96% 10/12/2033	GBP	550,000	549	0.13
Tesco Property Finance 3 5.74% 13/04/2040	GBP	3,306,256	4,306	1.01
Thames Water Utilities Finance 2.88% 03/05/2027	GBP	4,500,000	4,604	1.08
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	5,500,000	5,679	1.34
Virgin Media Secured Finance 4.13% 15/08/2030	GBP	2,500,000	2,490	0.59
Vodafone Group 3.38% 08/08/2049	GBP	2,587,000	2,839	0.67
Vodafone Group, FRN 3.00% 27/08/2080	EUR	3,000,000	2,599	0.61
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	3,450,000	4,600	1.08
Westfield Stratford City Finance NO 2 1.64% 04/08/2031	GBP	1,725,000	1,731	0.41
			117,516	27.64
<b>United States of America 18.52% (13.73%)</b>				
Amazon.com 2.88% 12/05/2041	USD	5,500,000	4,112	0.97
AT&T 4.38% 14/09/2029	GBP	3,750,000	4,373	1.03
AT&T 4.25% 01/06/2043	GBP	3,509,000	4,275	1.01
Bank of America, FRN 2.69% 22/04/2032	USD	2,900,000	2,140	0.50
Berkshire Hathaway Finance 2.63% 19/06/2059	GBP	2,081,000	2,284	0.54
Boxer Parent 6.50% 02/10/2025	EUR	2,000,000	1,765	0.42
Catalent Pharma Solutions 2.38% 01/03/2028	EUR	4,000,000	3,374	0.79
Charter Communications Operating 3.50% 01/06/2041	USD	4,000,000	2,865	0.67
Citigroup 4.50% 03/03/2031	GBP	3,600,000	4,217	0.99
DaVita 4.63% 01/06/2030	USD	2,000,000	1,485	0.35
Ford Motor Credit 2.75% 14/06/2024	GBP	2,121,000	2,129	0.50
Ford Motor Credit 4.54% 06/03/2025	GBP	1,201,000	1,269	0.30
Ford Motor Credit 3.25% 15/09/2025	EUR	3,000,000	2,672	0.63
Goldman Sachs Group, FRN 2.62% 22/04/2032	USD	2,560,000	1,873	0.44
IQVIA 2.88% 15/09/2025	EUR	2,976,000	2,529	0.59
IQVIA 2.25% 15/01/2028	EUR	2,062,000	1,737	0.41
Iron Mountain, REIT 4.50% 15/02/2031	USD	830,000	606	0.14
JPMorgan Chase, FRN 1.95% 04/02/2032	USD	4,385,000	3,059	0.72
JPMorgan Chase, FRN 1.90% 28/04/2033	GBP	2,175,000	2,134	0.50
Metropolitan Life Global Funding I 0.63% 08/12/2027	GBP	1,947,000	1,855	0.44
MPT Operating Partnership, REIT 2.55% 05/12/2023	GBP	4,000,000	4,087	0.96
MPT Operating Partnership, REIT 3.38% 24/04/2030	GBP	3,173,000	3,261	0.77

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 18.52% (13.73%) (continued)</b>				
Netflix 3.88% 15/11/2029	EUR	4,000,000	4,060	0.96
Olympus Water US Holding 3.88% 01/10/2028	EUR	892,000	748	0.18
Organon 2.88% 30/04/2028	EUR	3,000,000	2,554	0.60
Time Warner Cable 5.25% 15/07/2042	GBP	3,100,000	4,046	0.95
T-Mobile USA 2.63% 15/04/2026	USD	2,435,000	1,801	0.42
Verizon Communications 2.88% 15/01/2038	EUR	3,000,000	3,062	0.72
Verizon Communications 1.88% 03/11/2038	GBP	3,192,000	2,948	0.69
Verizon Communications 3.40% 22/03/2041	USD	1,860,000	1,412	0.33
			78,732	18.52
<b>Corporate Bonds total</b>			<b>322,690</b>	<b>75.91</b>
<b>Forward Currency Contracts 0.35% (0.35%)</b>				
Buy EUR 1,570,000 sell GBP 1,333,430 dated 12/01/2022			(5)	–
Buy GBP 157,438,693 sell EUR 184,747,300 dated 12/01/2022			1,094	0.26
Buy GBP 32,927,304 sell USD 44,715,500 dated 12/01/2022			401	0.09
<b>Forward Currency Contracts total</b>			<b>1,490</b>	<b>0.35</b>
<b>Futures 0.09% ((0.07)%)</b>				
Euro-Bund 08/12/2021	EUR	(39)	105	0.02
Euro-buxl 30 Year Bond 08/12/2021	EUR	(8)	39	0.01
Long Gilt 29/12/2021	GBP	34	(143)	(0.03)
US 10 Year Note 21/12/2021	USD	(128)	185	0.04
US Long Bond 21/12/2021	USD	(70)	195	0.05
US Ultra Bond 21/12/2021	USD	(2)	7	–
<b>Futures total</b>			<b>388</b>	<b>0.09</b>
<b>Liquidity Funds 0.36% (0.50%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP <sup>†</sup>	GBP	213	–	–
Aviva Investors US Dollar Liquidity Fund Class 3, Income shares, USD <sup>†</sup>	USD	2,100,000	1,528	0.36
<b>Liquidity Funds total</b>			<b>1,528</b>	<b>0.36</b>
Investment assets (including investment liabilities)			390,381	91.83
Net other assets			34,710	8.17
<b>Net assets</b>			<b>425,091</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

<sup>†</sup> A related party to the Fund.

§ Security is currently in default.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		1,578		5,385
Revenue	3	13,732		15,637	
Expenses	4	(2,996)		(2,788)	
Net revenue before taxation		10,736		12,849	
Taxation	5	(12)		(48)	
Net revenue after taxation			10,724		12,801
<b>Total return before distributions</b>			<b>12,302</b>		<b>18,186</b>
Distributions	6		(10,724)		(12,801)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>1,578</b>		<b>5,385</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>381,735</b>		<b>394,061</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	64,877		13,200	
Amounts payable on cancellation of shares	(23,248)		(30,916)	
		41,629		(17,716)
Dilution adjustment		149		–
Change in net assets attributable to shareholders from investment activities (see above)		1,578		5,385
Unclaimed distributions		–		5
<b>Closing net assets attributable to shareholders</b>		<b>425,091</b>		<b>381,735</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	390,529	359,244
<b>Current assets:</b>			
Debtors	8	4,347	11,649
Cash and bank balances	9	38,256	15,200
<b>Total assets</b>		<b>433,132</b>	<b>386,093</b>
<b>Liabilities:</b>			
Investment liabilities	7	(148)	(823)
<b>Creditors:</b>			
Distribution payable		(1,165)	(1,214)
Other creditors	10	(6,728)	(2,321)
<b>Total liabilities</b>		<b>(8,041)</b>	<b>(4,358)</b>
<b>Net assets attributable to shareholders</b>		<b>425,091</b>	<b>381,735</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Compensation items	69	–
Currency (losses)/gains	(359)	1,156
Derivative contracts gains/(losses)	235	(1,320)
Forward currency contracts gains/(losses)	12,136	(5,282)
Non-derivative securities (losses)/gains	(10,503)	10,831
<b>Net capital gains</b>	<b>1,578</b>	<b>5,385</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	2	36
Interest on debt securities	12,388	14,006
Income from derivatives	(158)	36
Revenue from offshore funds	1,500	1,557
Stock lending commission*	–	2
<b>Total revenue</b>	<b>13,732</b>	<b>15,637</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	2,958	2,767
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	38	21
<b>Total expenses</b>	<b>2,996</b>	<b>2,788</b>

The audit fee was £10,182 (2020: £9,790) net of VAT. The audit fee forms part of the FMF.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Adjustments	4	22
Overseas tax suffered	8	26
<b>Total current tax (see note 5b)</b>	<b>12</b>	<b>48</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>10,736</b>	<b>12,849</b>
Corporation tax at 20%	2,147	2,570
<b>Effects of:</b>		
Adjustments	4	22
Overseas tax suffered	8	26
Tax deductible on interest distributions	(2,147)	(2,570)
<b>Current tax charge (see note 5a)</b>	<b>12</b>	<b>48</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Gross interest distribution for the six months ended 15 April	5,280	6,083
Gross interest distribution for the five months ended 15 September	4,317	5,471
Gross interest distribution for the one month ended 15 October	1,165	1,214
	10,762	12,768
Add: Revenue deducted on cancellation of shares	35	60
Deduct: Revenue received on issue of shares	(73)	(27)
<b>Total distributions</b>	<b>10,724</b>	<b>12,801</b>
<b>Reconciliations of distributions for the year to net revenue after taxation</b>		
Distributions for the year	10,724	12,801
Equalisation on conversions	–	1
Undistributed revenue brought forward	–	(1)
<b>Net revenue after taxation</b>	<b>10,724</b>	<b>12,801</b>

Details of the distributions per share are set out in the distribution tables on pages 212 to 215.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**7 Fair value hierarchy**

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	531	(143)	46	(295)
Level 2: Observable market data	389,998	(5)	359,198	(528)
<b>Total value</b>	<b>390,529</b>	<b>(148)</b>	<b>359,244</b>	<b>(823)</b>

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 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.

**8 Debtors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	4,065	4,382
Amounts receivable on issue of shares	255	491
Sales awaiting settlement	27	6,776
<b>Total debtors</b>	<b>4,347</b>	<b>11,649</b>

**9 Cash and bank balances**

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing houses and brokers	113	811
Cash and bank balances	38,143	14,389
<b>Total cash and bank balances</b>	<b>38,256</b>	<b>15,200</b>

**10 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	365	349
Amounts payable for cancellation of shares	480	258
Purchases awaiting settlement	5,883	1,714
<b>Total other creditors</b>	<b>6,728</b>	<b>2,321</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

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 to the ACD at the year end in respect of Fund Management Fee was £365,455 (2020: £349,127). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £1,439,967 (2020: £1,894,630). The amount outstanding at the year end was £136,470 (2020: £168,075). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £15,929,469 (2020: £32,693,134) and £9,865,658 (2020: £38,939,322) respectively. The income received during the year amounted to £1,500,073 (2020: £1,616,953).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 1 Income shares)	141,382	49,568	91,814
ACD and related parties (Class 2 Income shares)	8,448,334	384,476	8,063,858
ACD and related parties (Class 3 Income shares)	37,365,225	(2,721,134)	40,086,359

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.87%  
Class 2: 0.62%  
Class 3: 0.32%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 199. The distributions per share are given in the distribution tables on pages 212 to 215. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	387,692,135	3,132,523	(21,588,397)	(950,886)	368,285,375
Class 2 Income shares	174,631,687	76,435,371	(8,139,720)	632,110	243,559,448
Class 3 Income shares	40,086,359	2,093,933	(4,815,067)	–	37,365,225

## 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 7 and 8.

#### 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 (2020: £nil).

#### Currency risk

At the year end date, 0.26% (2020: (0.08)%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

#### Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2021 was:

Currency 15.10.21	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	10,409	110,206	41,218	161,833
Sterling	27,741	207,991	193,361	429,093
US dollar	1,221	28,993	2,191	32,405
<b>Financial Liabilities</b>				
Euro	–	–	(160,595)	(160,595)
Sterling	–	–	(5,119)	(5,119)
US dollar	–	–	(32,526)	(32,526)
<b>Total</b>	<b>39,371</b>	<b>347,190</b>	<b>38,530</b>	<b>425,091</b>

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2020 was:

Currency 15.10.20	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	7,426	105,963	200,299	313,688
Sterling	17,398	186,829	366,645	570,872
US dollar	1,884	17,785	24,165	43,834
<b>Financial Liabilities</b>				
Euro	–	–	(313,942)	(313,942)
Sterling	–	–	(188,830)	(188,830)
US dollar	–	–	(43,887)	(43,887)
<b>Total</b>	<b>26,708</b>	<b>310,577</b>	<b>44,450</b>	<b>381,735</b>

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate financial assets comprise investments in variable interest rate paying corporate debt and bank balances that bear interest on LIBOR or its equivalent.

#### 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 £24,319,626 (2020: £22,569,287). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £24,319,626 (2020: £22,569,287). 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, 91.83% (2020: 93.89%) 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 9.18% (2020: 9.39%).

### 16 Stock lending

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 Counterparty exposure****Financial derivative exposure**

The types of derivatives held at the year end date were forward currency contracts and futures contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.21</b>			
Barclays	(5)	–	(5)
Goldman Sachs	401	–	401
J.P. Morgan	–	531	531
Royal Bank of Scotland	1,094	–	1,094
<b>Total</b>	<b>1,490</b>	<b>531</b>	<b>2,021</b>

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.20</b>			
Barclays	(20)	–	(20)
BNP Paribas	8	–	8
Citibank	4	–	4
Goldman Sachs	3	–	3
HSBC	9	–	9
J.P. Morgan	(25)	46	21
Merrill Lynch	1,459	–	1,459
Royal Bank of Canada	10	–	10
Royal Bank of Scotland	(13)	–	(13)
Société Générale	(5)	–	(5)
Standard Chartered	9	–	9
UBS	(104)	–	(104)
<b>Total</b>	<b>1,335</b>	<b>46</b>	<b>1,381</b>

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

**Collateral**

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2020: £nil).

**18 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	194,310	159,728	45.72	41.84
Below investment grade securities	153,901	139,664	36.19	36.59
Unrated securities	94	20,793	0.02	5.45
<b>Total debt securities</b>	<b>348,305</b>	<b>320,185</b>	<b>81.93</b>	<b>83.88</b>

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

**19 Direct transaction costs**

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2021 (2020: £nil). The total purchases for the year amounted to £212,489,015 (2020: £253,762,546) and the total sales amounted to £169,447,510 (2020: £288,907,339).

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.48% (2020: 0.86%). 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 15 October 2021

Income shares		Gross revenue	Equalisation	Final distribution payable 15 November 2021	Final distribution paid 15 November 2020
Class 1 Income shares	Group 1	0.1442	–	0.1442	0.1624
	Group 2	0.0177	0.1265	0.1442	0.1624
Class 2 Income shares	Group 1	0.2118	–	0.2118	0.2501
	Group 2	0.1611	0.0507	0.2118	0.2501
Class 3 Income shares	Group 1	0.3168	–	0.3168	0.3686
	Group 2	0.0314	0.2854	0.3168	0.3686

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 September 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 September 2021.

## Interim distribution paid in pence per share for the month ended 15 September 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 October 2021	Interim distribution paid 15 October 2020
Class 1 Income shares	Group 1	0.1150	–	0.1150	0.1650
	Group 2	0.0029	0.1121	0.1150	0.1650
Class 2 Income shares	Group 1	0.1560	–	0.1560	0.2095
	Group 2	0.0420	0.1140	0.1560	0.2095
Class 3 Income shares	Group 1	0.2433	–	0.2433	0.3150
	Group 2	0.0926	0.1507	0.2433	0.3150

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 August 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 August 2021.

## Interim distribution paid in pence per share for the month ended 15 August 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Income shares	Group 1	0.1050	–	0.1050	0.1550
	Group 2	0.0000	0.1050	0.1050	0.1550
Class 2 Income shares	Group 1	0.1337	–	0.1337	0.1965
	Group 2	0.0717	0.0620	0.1337	0.1965
Class 3 Income shares	Group 1	0.2094	–	0.2094	0.2955
	Group 2	0.0463	0.1631	0.2094	0.2955

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 July 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 August 2021	Interim distribution paid 15 August 2020
Class 1 Income shares	Group 1	0.1000	–	0.1000	0.1500
	Group 2	0.0000	0.1000	0.1000	0.1500
Class 2 Income shares	Group 1	0.2273	–	0.2273	0.2743
	Group 2	0.0991	0.1282	0.2273	0.2743
Class 3 Income shares	Group 1	0.3382	–	0.3382	0.4014
	Group 2	0.1156	0.2226	0.3382	0.4014

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 June 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 June 2021.

## Interim distribution paid in pence per share for the month ended 15 June 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 July 2021	Interim distribution paid 15 July 2020
Class 1 Income shares	Group 1	0.1000	–	0.1000	0.1400
	Group 2	0.0032	0.0968	0.1000	0.1400
Class 2 Income shares	Group 1	0.1357	–	0.1357	0.2014
	Group 2	0.0800	0.0557	0.1357	0.2014
Class 3 Income shares	Group 1	0.2144	–	0.2144	0.3020
	Group 2	0.0638	0.1506	0.2144	0.3020

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 May 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 May 2021.

## Interim distribution paid in pence per share for the month ended 15 May 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	0.1050	–	0.1050	0.1350
	Group 2	0.0000	0.1050	0.1050	0.1350
Class 2 Income shares	Group 1	0.1479	–	0.1479	0.2011
	Group 2	0.0686	0.0793	0.1479	0.2011
Class 3 Income shares	Group 1	0.2284	–	0.2284	0.3002
	Group 2	0.0300	0.1984	0.2284	0.3002

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 April 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 May 2021	Interim distribution paid 15 May 2020
Class 1 Income shares	Group 1	0.1050	–	0.1050	0.1300
	Group 2	0.0062	0.0988	0.1050	0.1300
Class 2 Income shares	Group 1	0.2482	–	0.2482	0.2859
	Group 2	0.1880	0.0602	0.2482	0.2859
Class 3 Income shares	Group 1	0.3674	–	0.3674	0.4177
	Group 2	0.2232	0.1442	0.3674	0.4177

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 March 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 March 2021.

## Interim distribution paid in pence per share for the month ended 15 March 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 April 2021	Interim distribution paid 15 April 2020
Class 1 Income shares	Group 1	0.1050	–	0.1050	0.1250
	Group 2	0.0122	0.0928	0.1050	0.1250
Class 2 Income shares	Group 1	0.1472	–	0.1472	0.1845
	Group 2	0.0509	0.0963	0.1472	0.1845
Class 3 Income shares	Group 1	0.2266	–	0.2266	0.2772
	Group 2	0.0756	0.1510	0.2266	0.2772

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 February 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 February 2021.

## Interim distribution paid in pence per share for the month ended 15 February 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Income shares	Group 1	0.1050	–	0.1050	0.1300
	Group 2	0.0000	0.1050	0.1050	0.1300
Class 2 Income shares	Group 1	0.1530	–	0.1530	0.1790
	Group 2	0.0773	0.0757	0.1530	0.1790
Class 3 Income shares	Group 1	0.2376	–	0.2376	0.2717
	Group 2	0.0658	0.1718	0.2376	0.2717

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.



## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 January 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 February 2021	Interim distribution paid 15 February 2020
Class 1 Income shares	Group 1	0.1050	–	0.1050	0.1200
	Group 2	0.0000	0.1050	0.1050	0.1200
Class 2 Income shares	Group 1	0.2304	–	0.2304	0.2926
	Group 2	0.0605	0.1699	0.2304	0.2926
Class 3 Income shares	Group 1	0.3436	–	0.3436	0.4296
	Group 2	0.0510	0.2926	0.3436	0.4296

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 December 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 December 2020.

## Interim distribution paid in pence per share for the month ended 15 December 2020

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 January 2021	Interim distribution paid 15 January 2020
Class 1 Income shares	Group 1	0.1050	–	0.1050	0.1100
	Group 2	0.0262	0.0788	0.1050	0.1100
Class 2 Income shares	Group 1	0.1865	–	0.1865	0.1751
	Group 2	0.1194	0.0671	0.1865	0.1751
Class 3 Income shares	Group 1	0.2841	–	0.2841	0.2640
	Group 2	0.0869	0.1972	0.2841	0.2640

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 November 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 November 2020.

## Interim distribution paid in pence per share for the month ended 15 November 2020

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 December 2020	Interim distribution paid 15 December 2019
Class 1 Income shares	Group 1	0.0900	–	0.0900	0.1100
	Group 2	0.0000	0.0900	0.0900	0.1100
Class 2 Income shares	Group 1	0.1545	–	0.1545	0.1982
	Group 2	0.0129	0.1416	0.1545	0.1982
Class 3 Income shares	Group 1	0.2371	–	0.2371	0.2983
	Group 2	0.0448	0.1923	0.2371	0.2983

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

## Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS INTERNATIONAL INDEX TRACKING FUND

### INVESTMENT OBJECTIVE

The Fund aims to track the performance of the FTSE® World (ex UK) Index (before charges and taxes). Any returns will be a combination of capital growth and income.

### INVESTMENT POLICY

#### Core investment

The Fund will invest directly into shares of companies that make up the FTSE® World (ex UK) Index (the "Index").

#### Other investments

The Fund may also invest in other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures may be used from time to time to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund will aim to track the Index by investing in international companies that make up the Index, or a sample of them which are representative of the Index, with the aim of mirroring the performance of the Index. The Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on the Aviva Investors UK Responsible Investment policy is available on our website and in the Prospectus.

#### Performance & Risk Measurement

The Fund's performance is measured against the Index over any given 12-month period, because the Fund intends to track the performance of the Index.

The Fund may not hold every company in the Index.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa.

The Fund has a yearly tracking error target of 0% per annum (excluding charges). In normal market conditions the anticipated level of tracking error will be within 0.30% (excluding charges) of the Index.

Factors which are likely to affect the ability of the Fund to track the performance of the Index might include transaction costs (from Index and Fund turnover and dividend reinvestment), portfolio weightings not being exactly the same as the Index, residual cash holdings, or other related factors such as efficient portfolio management, illiquid components, and any trading restrictions that may be in place.

The Index comprises large and medium-sized companies of developed and emerging markets excluding the UK, providing a broad coverage of global markets.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors International Index Tracking Fund delivered a total return of 19.68% (share class 2), net of fees. The Fund's benchmark, the FTSE® World ex UK Index, returned 21.47% over the same period.

The tracking error at the year end was 0.05%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund is passively managed, meaning Fund returns are not expected to vary meaningfully from those of the benchmark.

It was a strong twelve-month period for global stocks. Sentiment was buoyed by encouraging developments relating to the containment of Covid-19. News that three Covid-19 vaccines were in advanced stages of development boosted equities in late October and November, a trend that continued in December as vaccinations began. The dissipation of certain political risks helped markets too – namely, a conclusive result in the US presidential election and the eventual agreement of an EU-UK trade deal. In 2021, successful vaccination programmes in the US, UK and Israel made investors optimistic, while President Biden's generous stimulus package was also well received. Commitments from central banks also provided ongoing support to global equities. However, concerns over inflation, central bank policy shifts and clogged supply chains gradually took centre stage. Inflation fears inspired an equity selloff in mid-2021 and contributed to another poor month in September as materials shortages caused supply and demand imbalances, putting further upward pressure on consumer prices. Despite this, major central banks made no alterations to their monetary policy, although the US Federal Reserve signalled that asset-purchase tapering was approaching.

Developed markets outperformed as emerging countries were more sensitive to the continued spread of the Covid-19 delta variant and major regulatory changes in China.

#### Outlook

The prospects for equities are looking less rosy than they were three months ago. The delta variant remains a stubborn presence in most countries and economies are starting to struggle against the backdrop of rising prices as energy costs soar and supply chains remain blocked.

While closely monitored activity surveys have recently suggested that growth in the major economies was stabilising again after a wobble in August, there is a growing perception that the pace of recovery is slowing. In this context, central banks would normally be indicating a continuation of their ultra-loose policy. However, the creeping reality that rising inflationary pressures will be far less transitory than originally hoped means that policy-makers are under pressure to reduce support and stem the flow of liquidity. Any hawkish move by the central banks could trigger a correction across both bonds and equities.

## AVIVA INVESTORS INTERNATIONAL INDEX TRACKING FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook (continued)

In terms of the markets, emerging country shares look the most unpredictable. While vaccine rollouts are getting into gear, the delta variant remains far from vanquished. Investors will be looking for greater stability in China after a raft of negative newsflow in the third quarter.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 219 and 220 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

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#### Performance History – Income Shares

Calendar year	Share Class 5 %	Benchmark* %
31.12.15 to 31.12.16	N/A	30.42
31.12.16 to 31.12.17	N/A	13.45
31.12.17 to 31.12.18	N/A	-2.70
31.12.18 to 31.12.19	23.30	23.10
31.12.19 to 31.12.20	13.20	14.20

\* Benchmark – FTSE\* World (ex UK) Index.

#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	28.99	29.55	29.54	30.42
31.12.16 to 31.12.17	11.92	12.37	12.37	13.45
31.12.17 to 31.12.18	-4.76	-4.45	-4.45	-2.70
31.12.18 to 31.12.19	23.10	23.40	23.40	23.10
31.12.19 to 31.12.20	13.10	13.30	13.40	14.20

\* Benchmark – FTSE\* World (ex UK) Index.

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.

#### Material Portfolio Changes

Purchases	Sales
Blackstone 'A'	Apple
Amazon.com	Microsoft
Snowflake 'A'	Amazon.com
Apple	Unilever
Microsoft	Alphabet 'C'
Tesla	Facebook 'A'
Palantir Technologies 'A'	Berkshire Hathaway 'B'
Roku	NTT DoCoMo
CrowdStrike Holdings 'A'	Alphabet 'A'
Pinterest 'A'	Taiwan Semiconductor Manufacturing, ADR

#### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- The value of investments will be affected by changes in exchange rates.
- During the year ended 15 October 2021, the indicator changed from category 6 to category 5.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	211.03	189.03	169.03
Return before operating charges <sup>†</sup>	43.63	22.97	21.00
Operating charges	(1.05)	(0.97)	(1.00)
Return after operating charges <sup>†</sup>	42.58	22.00	20.00
Distributions	(2.66)	(2.60)	(2.86)
Retained distributions on accumulation shares	2.66	2.60	2.86
Closing net asset value per share	253.61	211.03	189.03
<sup>†</sup> after direct transaction costs of	–	(0.04)	(0.02)
<b>Performance</b>			
Return after charges (%)	20.18%	11.64%	11.83%
<b>Other information</b>			
Closing net asset value (£000)	73,224	59,699	62,533
Closing number of shares	28,872,688	28,289,297	33,081,111
Operating charges (%) <sup>†</sup>	0.45%	0.45%	0.56%
Direct transaction costs (%) <sup>†</sup>	–	0.02%	0.01%
<b>Prices<sup>™</sup></b>			
Highest share price	259.90	213.03	198.41
Lowest share price	199.73	153.23	157.51

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	227.57	203.39	181.41
Return before operating charges <sup>†</sup>	47.09	24.78	22.58
Operating charges	(0.63)	(0.60)	(0.60)
Return after operating charges <sup>†</sup>	46.46	24.18	21.98
Distributions	(3.37)	(3.27)	(3.55)
Retained distributions on accumulation shares	3.37	3.27	3.55
Closing net asset value per share	274.03	227.57	203.39
<sup>†</sup> after direct transaction costs of	–	(0.04)	(0.02)
<b>Performance</b>			
Return after charges (%)	20.42%	11.89%	12.12%
<b>Other information</b>			
Closing net asset value (£000)	89,423	82,542	377,608
Closing number of shares	32,632,942	36,271,604	185,659,158
Operating charges (%) <sup>†</sup>	0.25%	0.25%	0.31%
Direct transaction costs (%) <sup>†</sup>	–	0.02%	0.01%
<b>Prices<sup>™</sup></b>			
Highest share price	280.76	229.72	213.37
Lowest share price	215.40	165.05	169.13

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	440.80	393.87	351.31
Return before operating charges <sup>†</sup>	91.25	47.94	43.71
Operating charges	(0.98)	(1.01)	(1.15)
Return after operating charges <sup>†</sup>	90.27	46.93	42.56
Distributions	(6.78)	(6.44)	(6.88)
Retained distributions on accumulation shares	6.78	6.44	6.88
Closing net asset value per share	531.07	440.80	393.87
<sup>†</sup> after direct transaction costs of	–	(0.08)	(0.04)
<b>Performance</b>			
Return after charges (%)	20.48%	11.92%	12.11%
<b>Other information</b>			
Closing net asset value (£000)	504,222	432,353	395,402
Closing number of shares	94,945,358	98,082,676	100,389,652
Operating charges (%) <sup>†</sup>	0.20%	0.20%	0.31%
Direct transaction costs (%) <sup>†</sup>	–	0.02%	0.01%
<b>Prices<sup>™</sup></b>			
Highest share price	544.09	444.98	413.20
Lowest share price	417.24	319.62	327.52

## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 p per share	2019 p per share
<b>Class 5 Income shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	114.84	104.30	94.72
Return before operating charges <sup>‡</sup>	23.69	12.51	11.73
Operating charges	(0.43)	(0.37)	(0.37)
Return after operating charges <sup>‡</sup>	23.26	12.14	11.36
Distributions	(1.57)	(1.60)	(1.78)
Closing net asset value per share	136.53	114.84	104.30
<sup>‡</sup> after direct transaction costs of	–	(0.02)	(0.01)
<b>Performance</b>			
Return after charges (%)	20.25%	11.64%	11.99%
<b>Other information</b>			
Closing net asset value (£000)	1	1	1
Closing number of shares	798	1,000	1,000
Operating charges (%) <sup>‡</sup>	0.25%	0.25%	0.25%
Direct transaction costs (%) <sup>#</sup>	–	0.02%	0.01%
<b>Prices<sup>≈</sup></b>			
Highest share price	140.79	116.72	110.52
Lowest share price	108.70	84.62	88.30

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> 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	15.10.21	15.10.20
Class 1	0.45%	0.45%
Class 2	0.25%	0.25%
Class 3	0.20%	0.20%
Class 5	0.25%	0.25%

\* 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. The OCF for share class 1 is capped at 0.70%. 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.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 98.42% (99.39%)</b>				
<b>Australia 2.11% (2.20%)</b>				
Adbri	AUD	6,450	11	–
Afterpay	AUD	3,344	222	0.03
AGL Energy	AUD	9,600	31	–
ALS	AUD	7,349	54	0.01
Altium	AUD	1,750	33	0.01
Alumina	AUD	40,073	49	0.01
AMP	AUD	54,427	33	0.01
Ampol	AUD	3,515	58	0.01
Ansell	AUD	1,765	31	–
APA Group	AUD	17,678	80	0.01
Appen	AUD	1,710	9	–
Aristocrat Leisure	AUD	9,651	238	0.04
ASX	AUD	2,866	123	0.02
Atlas Arteria	AUD	14,140	48	0.01
Aurizon Holdings	AUD	26,615	56	0.01
AusNet Services	AUD	28,080	38	0.01
Australia & New Zealand Banking Group	AUD	42,621	641	0.10
Bank of Queensland	AUD	7,030	35	0.01
Beach Energy	AUD	29,810	23	–
Bendigo & Adelaide Bank	AUD	8,550	44	0.01
BHP Group	AUD	44,123	924	0.14
BlueScope Steel	AUD	7,728	88	0.01
Boral	AUD	6,647	23	–
Brambles	AUD	22,012	121	0.02
carsales.com	AUD	4,459	60	0.01
Challenger	AUD	9,910	35	0.01
Charter Hall Group, REIT	AUD	7,080	65	0.01
CIMIC Group	AUD	1,602	18	–
Cleanaway Waste Management	AUD	20,744	30	–
Cochlear	AUD	951	111	0.02
Coles Group	AUD	18,389	175	0.03
Commonwealth Bank of Australia	AUD	26,420	1,458	0.22
Computershare	AUD	8,185	79	0.01
Crown Resorts	AUD	5,680	29	–
CSL	AUD	6,804	1,093	0.16
CSR	AUD	7,359	22	–
Deterra Royalties	AUD	6,910	15	–
Dexus, REIT	AUD	16,115	93	0.01
Domain Holdings Australia	AUD	4,151	13	–
Domino's Pizza Enterprises	AUD	930	69	0.01
Downer EDI	AUD	11,037	39	0.01
Endeavour Group	AUD	19,122	71	0.01
Evolution Mining	AUD	24,640	52	0.01
Flight Centre Travel Group	AUD	2,050	25	–
Fortescue Metals Group	AUD	24,056	190	0.03
Goodman Group, REIT	AUD	27,151	314	0.05
GPT Group, REIT	AUD	30,140	83	0.01
Harvey Norman Holdings	AUD	9,798	26	–
IDP Education	AUD	2,026	39	0.01
Iluka Resources	AUD	6,280	32	0.01
Incitec Pivot	AUD	26,890	44	0.01
Insurance Australia Group	AUD	36,911	98	0.02
IOOF Holdings	AUD	9,990	23	–
JB Hi-Fi	AUD	1,708	43	0.01
Lendlease	AUD	10,398	60	0.01
Macquarie Group	AUD	4,903	502	0.08
Magellan Financial Group	AUD	2,090	38	0.01
Medibank	AUD	41,663	79	0.01
Metcash	AUD	14,900	33	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Australia 2.11% (2.20%) (continued)</b>				
Mineral Resources	AUD	2,190	51	0.01
Mirvac Group, REIT	AUD	59,502	93	0.01
National Australia Bank	AUD	49,563	766	0.12
Newcrest Mining	AUD	12,347	164	0.02
NEXTDC	AUD	7,110	47	0.01
Northern Star Resources	AUD	17,280	91	0.01
Nufarm	AUD	5,261	13	–
Orica	AUD	6,224	48	0.01
Origin Energy	AUD	26,562	72	0.01
Orora	AUD	13,614	23	–
OZ Minerals	AUD	4,841	65	0.01
Perpetual	AUD	620	12	–
Platinum Asset Management	AUD	4,960	8	–
Pro Medicus	AUD	557	16	–
Qantas Airways	AUD	11,250	35	0.01
QBE Insurance Group	AUD	22,283	140	0.02
Qube Holdings	AUD	21,000	36	0.01
Ramsay Health Care	AUD	2,644	96	0.01
REA Group	AUD	773	65	0.01
Reece	AUD	4,063	39	0.01
Rio Tinto	AUD	5,561	299	0.05
Santos	AUD	27,295	108	0.02
Scentre Group, REIT	AUD	77,691	128	0.02
SEEK	AUD	5,370	94	0.01
Seven Group Holdings	AUD	2,240	26	–
Shopping Centres Australasia Property Group, REIT	AUD	16,706	25	–
Sims	AUD	2,370	18	–
Sonic Healthcare	AUD	7,139	151	0.02
South32	AUD	71,387	147	0.02
Star Entertainment Grp	AUD	13,850	28	–
Stockland, REIT	AUD	36,960	92	0.01
Suncorp Group	AUD	19,506	132	0.02
Sydney Airport	AUD	20,332	92	0.01
Tabcorp Holdings	AUD	32,003	91	0.01
Telstra	AUD	62,973	131	0.02
TPG Telecom	AUD	5,480	21	–
Transurban Group	AUD	41,326	305	0.05
Treasury Wine Estates	AUD	11,111	70	0.01
Vicinity Centres, REIT	AUD	58,478	56	0.01
Washington H Soul Pattinson	AUD	1,500	28	–
Wesfarmers	AUD	16,951	501	0.08
Westpac Banking	AUD	54,536	747	0.11
Whitehaven Coal	AUD	12,680	22	–
WiseTech Global	AUD	1,350	39	0.01
Woodside Petroleum	AUD	14,359	195	0.03
Woolworths Group	AUD	19,122	415	0.06
Worley	AUD	4,919	28	–
			14,038	2.11
<b>Austria 0.08% (0.05%)</b>				
ams	CHF	3,717	50	0.01
ANDRITZ	EUR	1,091	44	0.01
Erste Group Bank	EUR	4,235	140	0.02
OMV	EUR	2,120	98	0.01
Raiffeisen Bank International	EUR	1,954	40	0.01
Telekom Austria	EUR	2,020	13	–
Verbund	EUR	999	78	0.01
voestalpine	EUR	1,810	50	0.01
			513	0.08



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Belgium 0.26% (0.28%)</b>				
Ackermans & van Haaren	EUR	360	45	0.01
Ageas	EUR	2,688	93	0.01
Anheuser-Busch InBev	EUR	13,290	541	0.08
Elia Group	EUR	400	35	0.01
Etablissements Franz Colruyt	EUR	830	29	–
Galapagos	EUR	742	29	–
Groupe Bruxelles Lambert	EUR	1,232	102	0.02
KBC Group	EUR	4,197	282	0.04
Proximus SADP	EUR	2,310	34	0.01
Sofina	EUR	231	71	0.01
Solvay	EUR	1,082	97	0.01
Telenet Group Holding	EUR	730	20	–
UCB	EUR	2,000	165	0.03
Umicore	EUR	3,095	138	0.02
Warehouses De Pauw, REIT, CVA	EUR	2,120	67	0.01
			1,748	0.26
<b>Bermuda 0.22% (0.30%)</b>				
Arch Capital Group	USD	5,605	174	0.03
Brightoil Petroleum Holdings^	HKD	72,000	–	–
Brookfield Asset Management Reinsurance Partners 'A'	CAD	139	6	–
Bunge	USD	2,006	125	0.02
Cafe de Coral Holdings	HKD	4,000	5	–
CK Infrastructure Holdings	HKD	9,910	40	0.01
Credicorp	USD	983	92	0.01
Dairy Farm International Holdings	USD	5,000	13	–
Everest Re Group	USD	588	119	0.02
First Pacific	HKD	38,150	11	–
Haitong International Securities Group	HKD	33,000	6	–
Hongkong Land Holdings	USD	18,000	66	0.01
Huabao International Holdings	HKD	13,000	19	–
IHS Markit	USD	5,535	493	0.08
Jardine Matheson Holdings	USD	3,100	126	0.02
Johnson Electric Holdings	HKD	5,500	9	–
Kerry Logistics Network	HKD	2,500	4	–
Kerry Properties	HKD	10,000	21	–
Man Wah Holdings	HKD	24,000	26	0.01
NWS Holdings	HKD	21,000	15	–
RenaissanceRe Holdings	USD	722	78	0.01
Shangri-La Asia	HKD	18,147	11	–
United Energy Group	HKD	94,000	9	–
VTech Holdings	HKD	2,700	15	–
Yue Yuen Industrial Holdings	HKD	10,500	16	–
			1,499	0.22
<b>Brazil 0.66% (0.70%)</b>				
Alpargatas Preference	BRL	2,800	18	–
Ambev	BRL	65,961	135	0.02
Americanas	BRL	6,244	28	–
Atacadao	BRL	3,000	7	–
Azul Preference	BRL	4,400	20	–
B3 SA – Brasil Bolsa Balcao	BRL	92,585	155	0.02
Banco Bradesco Preference	BRL	57,667	154	0.02
Banco Bradesco	BRL	20,754	48	0.01
Banco Bradesco, ADR Preference	USD	16,153	43	0.01
Banco BTG Pactual	BRL	14,300	47	0.01
Banco do Brasil	BRL	13,790	56	0.01
Banco Inter	BRL	12,600	29	0.01
Banco Inter (Secured)	BRL	7,000	15	–
Banco Santander Brasil	BRL	6,620	32	0.01
BB Seguridade Participacoes	BRL	10,970	31	0.01
BR Malls Participacoes	BRL	11,717	13	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Brazil 0.66% (0.70%) (continued)</b>				
Bradespar Preference	BRL	3,840	27	–
Braskem Preference 'A'	BRL	2,750	21	–
BRF	BRL	9,130	31	0.01
CCR	BRL	18,350	30	0.01
Centrais Eletricas Brasileiras	BRL	7,480	39	0.01
Centrais Eletricas Brasileiras Preference 'B'	BRL	3,460	18	–
Cia Brasileira de Distribuicao	BRL	2,720	10	–
Cia de Locacao das Americas	BRL	5,400	18	–
Cia de Saneamento Basico do Estado de Sao Paulo	BRL	5,610	29	0.01
Cia de Transmissao de Energia Eletrica Paulista	BRL	3,000	10	–
Cia Energetica de Minas Gerais Preference	BRL	13,473	27	–
Cia Energetica de Minas Gerais	BRL	1,508	4	–
Cia Energetica de Sao Paulo 'B'	BRL	3,100	10	–
Cia Paranaense de Energia Preference	BRL	17,700	15	–
Cia Paranaense de Energia	BRL	3,000	2	–
Cia Siderurgica Nacional	BRL	10,100	36	0.01
Cielo	BRL	16,987	6	–
Cogna Educacao	BRL	33,200	13	–
Cosan	BRL	17,220	53	0.01
CPFL Energia	BRL	2,500	9	–
EDP – Energias do Brasil	BRL	4,985	12	–
Embraer	BRL	11,100	38	0.01
Energisa	BRL	3,276	20	–
Eneva	BRL	14,800	30	0.01
Engie Brasil Energia	BRL	3,012	15	–
Equatorial Energia	BRL	14,100	46	0.01
Fleury	BRL	4,500	13	–
Gerdau Preference	BRL	8,590	32	0.01
Gerdau, ADR Preference	USD	8,300	31	0.01
Grendene	BRL	4,100	5	–
Hapvida Participacoes e Investimentos	BRL	21,500	36	0.01
Hypera	BRL	7,130	28	–
IRB Brasil Resseguros	BRL	18,889	13	–
Itau Unibanco Holding Preference	BRL	53,424	170	0.03
Itau Unibanco Holding	BRL	8,500	24	–
Itau Unibanco Holding, ADR Preference	USD	20,670	65	0.01
Itausa Preference	BRL	67,640	98	0.02
JBS	BRL	14,250	71	0.01
Klabin	BRL	12,130	37	0.01
Localiza Rent a Car	BRL	9,426	69	0.01
Locaweb Servicos de Internet	BRL	6,500	19	–
Lojas Americanas Preference	BRL	12,968	9	–
Lojas Americanas	BRL	4,500	3	–
Lojas Renner	BRL	13,387	61	0.01
M Dias Branco	BRL	1,100	5	–
Magazine Luiza	BRL	42,640	80	0.01
Marfrig Global Foods	BRL	5,900	22	–
Metalurgica Gerdau Preference	BRL	10,900	18	–
Multiplan Empreendimentos Imobiliarios	BRL	4,109	11	–
Natura & Co. Holding	BRL	14,658	86	0.01
Neoenergia	BRL	3,400	7	–
Notre Dame Intermedica Participacoes	BRL	7,560	71	0.01
Odontoprev	BRL	4,600	9	–
Petro Rio	BRL	10,100	37	0.01
Petrobras Distribuidora	BRL	17,498	58	0.01
Petroleo Brasileiro Preference	BRL	83,020	325	0.05
Petroleo Brasileiro	BRL	55,490	221	0.03
Porto Seguro	BRL	1,600	10	–
Qualicorp Consultoria e Corretora de Seguros	BRL	3,900	10	–
Raia Drogasil	BRL	16,400	49	0.01
Rede D'Or Sao Luiz	BRL	7,200	62	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Brazil 0.66% (0.70%) (continued)</b>				
Rumo	BRL	19,040	47	0.01
Sao Martinho	BRL	2,700	13	–
Sendas Distribuidora	BRL	13,600	32	0.01
Sul America	BRL	4,105	14	–
Suzano	BRL	10,724	70	0.01
Telefonica Brasil	BRL	6,850	41	0.01
TIM, ADR	USD	2,795	23	–
TOTVS	BRL	7,800	37	0.01
Transmissora Alianca de Energia Eletrica	BRL	3,800	19	–
Ultrapar Participacoes	BRL	13,960	27	–
Ultrapar Participacoes Rights 03/11/2021	BRL	1,001	–	–
Usinas Siderurgicas de Minas Gerais SA Usiminas Preference 'A'	BRL	6,300	14	–
Vale	BRL	58,620	613	0.09
Via S/A	BRL	18,200	19	–
WEG	BRL	22,180	119	0.02
YDUQS Participacoes	BRL	4,400	16	–
			4,369	0.66
<b>Canada 2.83% (2.71%)</b>				
Agnico Eagle Mines	CAD	3,634	153	0.02
Alimentation Couche-Tard 'B'	CAD	12,006	338	0.05
Bank of Montreal	CAD	9,620	738	0.11
Bank of Nova Scotia	CAD	18,162	845	0.13
Barrick Gold	CAD	26,519	379	0.06
Bausch Health	CAD	4,560	93	0.01
BCE	CAD	4,499	169	0.03
Brookfield Asset Management 'A'	CAD	20,188	852	0.13
Bro-X Minerals^	CAD	390	–	–
Canadian Imperial Bank of Commerce	CAD	6,559	562	0.08
Canadian National Railway	CAD	8,800	779	0.12
Canadian Natural Resources	CAD	17,229	521	0.08
Canadian Pacific Railway	CAD	9,986	521	0.08
Canadian Tire 'A'	CAD	853	91	0.01
Canadian Utilities 'A'	CAD	1,990	41	0.01
Canopy Growth	CAD	3,447	34	0.01
Cenovus Energy	CAD	18,491	158	0.02
CGI	CAD	3,313	217	0.03
Constellation Software	CAD	287	366	0.06
Dollarama	CAD	4,398	147	0.02
Enbridge	CAD	30,093	933	0.14
Fairfax Financial Holdings	CAD	357	109	0.02
Fortis	CAD	7,063	236	0.04
Franco-Nevada	CAD	2,873	291	0.04
George Weston	CAD	1,088	87	0.01
Great-West Lifeco	CAD	3,978	91	0.01
Hydro One	CAD	4,640	83	0.01
IGM Financial	CAD	1,137	31	–
Imperial Oil	CAD	3,103	77	0.01
Intact Financial	CAD	2,121	208	0.03
Loblaw	CAD	2,400	129	0.02
Magna International	CAD	4,165	258	0.04
Manulife Financial	CAD	29,314	429	0.06
Metro	CAD	3,709	135	0.02
National Bank of Canada	CAD	5,038	299	0.05
Nutrien	CAD	8,540	446	0.07
Pembina Pipeline	CAD	8,107	202	0.03
Power Corp. of Canada	CAD	8,078	202	0.03
Restaurant Brands International	CAD	4,562	205	0.03
Rogers Communications 'B'	CAD	5,278	187	0.03
Royal Bank of Canada	CAD	21,215	1,621	0.24
Saputo	CAD	3,528	65	0.01
Shaw Communications 'B'	CAD	6,298	135	0.02

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Canada 2.83% (2.71%) (continued)</b>				
Shopify 'A'	USD	1,610	1,647	0.25
Shopify 'A'	CAD	65	66	0.01
Sun Life Financial	CAD	8,769	355	0.05
Suncor Energy	CAD	22,006	377	0.06
TC Energy	CAD	14,533	556	0.08
Teck Resources 'B'	CAD	7,070	146	0.02
TELUS	CAD	6,560	108	0.02
Thomson Reuters	CAD	2,528	215	0.03
Toronto-Dominion Bank	CAD	27,064	1,363	0.20
Waste Connections	CAD	3,922	374	0.06
Wheaton Precious Metals	CAD	6,774	203	0.03
			18,873	2.83
<b>Cayman Islands 0.28% (0.27%)</b>				
AAC Technologies Holdings	HKD	10,000	30	–
Airtac International Group	TWD	2,092	46	0.01
ASM Pacific Technology	HKD	4,900	38	0.01
BeiGene	HKD	9,000	179	0.03
Budweiser Brewing Co. APAC	HKD	26,600	48	0.01
Chailease Holding	TWD	19,722	120	0.02
Chow Tai Fook Jewellery Group	HKD	27,400	47	0.01
CK Asset Holdings	HKD	28,872	125	0.02
CK Hutchison Holdings	HKD	39,872	196	0.03
ESR Cayman	HKD	28,600	63	0.01
Farfetch 'A'	USD	4,758	129	0.02
FIH Mobile	HKD	49,000	6	–
JS Global Lifestyle	HKD	10,000	16	–
Lifestyle International Holdings	HKD	3,000	1	–
MGM China Holdings	HKD	12,000	6	–
Microport Scientific	HKD	7,000	27	–
Mint Group	HKD	10,000	28	–
NagaCorp	HKD	26,000	17	–
Nexteer Automotive Group	HKD	13,000	11	–
Parade Technologies	TWD	1,000	44	0.01
Sands China	HKD	37,100	58	0.01
Sapiens International	ILS	816	20	–
Shui On Land	HKD	53,000	6	–
Silergy	TWD	1,000	105	0.02
SITC International Holdings	HKD	18,000	39	0.01
StoneCo 'A'	USD	3,064	75	0.01
Tingyi Cayman Islands Holding	HKD	28,760	38	0.01
Towngas China	HKD	13,000	5	–
Uni-President China Holdings	HKD	21,000	14	–
Want Want China Holdings	HKD	84,000	45	0.01
WH Group	HKD	125,000	60	0.01
Wharf Real Estate Investment	HKD	24,175	96	0.01
Wynn Macau	HKD	23,300	15	–
Xinyi Glass Holdings	HKD	30,000	62	0.01
XP	BRL	196	5	–
Zhen Ding Technology Holding	TWD	9,000	22	–
			1,842	0.28
<b>Curacao 0.08% (0.05%)</b>				
Schlumberger	USD	20,740	506	0.08
			506	0.08
<b>Czech Republic 0.02% (0.01%)</b>				
CEZ	CZK	2,390	61	0.01
Komerční Banka	CZK	1,150	34	0.01
Moneta Money Bank	CZK	5,422	16	–
O2 Czech Republic	CZK	800	7	–
			118	0.02

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Denmark 0.73% (0.76%)</b>				
Ambu 'B'	DKK	2,490	48	0.01
AP Moller – Maersk 'A'	DKK	65	115	0.02
AP Moller – Maersk 'B'	DKK	84	158	0.02
Carlsberg 'B'	DKK	1,420	173	0.03
Chr Hansen Holding	DKK	1,555	88	0.01
Coloplast 'B'	DKK	2,013	231	0.04
Danske Bank	DKK	9,962	126	0.02
Demant	DKK	1,594	52	0.01
DSV	DKK	2,918	496	0.08
Genmab	DKK	878	282	0.04
GN Store Nord	DKK	2,029	95	0.01
H Lundbeck	DKK	920	18	–
Novo Nordisk 'B'	DKK	23,628	1,743	0.26
Novozymes 'B'	DKK	2,942	148	0.02
Orsted	DKK	2,849	280	0.04
Pandora	DKK	1,480	145	0.02
ROCKWOOL International 'B'	DKK	100	32	0.01
Royal Unibrew	DKK	723	66	0.01
SimCorp	DKK	600	52	0.01
Tryg	DKK	4,457	76	0.01
Vestas Wind Systems	DKK	14,967	416	0.06
			4,840	0.73
<b>Finland 0.40% (0.44%)</b>				
Elisa	EUR	2,103	98	0.01
Fortum	EUR	6,521	147	0.02
Huhtamaki	EUR	1,447	48	0.01
Kesko 'B'	EUR	3,890	103	0.01
Kojamo	EUR	2,960	47	0.01
Kone 'B'	EUR	5,814	291	0.04
Metso Outotec	EUR	7,353	52	0.01
Neste	EUR	6,261	256	0.04
Nokia	EUR	85,144	371	0.05
Nokian Renkaat	EUR	2,020	54	0.01
Nordea Bank	EUR	50,750	460	0.07
Orion 'B'	EUR	1,700	51	0.01
Sampo 'A'	EUR	7,478	289	0.04
Stora Enso 'R'	EUR	8,842	107	0.02
UPM-Kymmene	EUR	7,868	202	0.03
Valmet	EUR	1,995	55	0.01
Wartsila OYJ	EUR	7,038	64	0.01
			2,695	0.40
<b>France 2.86% (2.84%)</b>				
Accor	EUR	2,810	75	0.01
Aéroports de Paris	EUR	422	41	0.01
Air Liquide	EUR	6,944	838	0.13
ALD	EUR	1,250	13	–
Alstom	EUR	4,389	115	0.02
Amundi	EUR	846	54	0.01
Arkema	EUR	1,006	97	0.01
Atos	EUR	1,484	57	0.01
AXA	EUR	28,795	582	0.09
BioMérieux	EUR	629	52	0.01
BNP Paribas	EUR	16,191	790	0.12
Bolloré	EUR	14,614	64	0.01
Bouygues	EUR	3,184	91	0.01
Bureau Veritas	EUR	4,253	97	0.01
Capgemini	EUR	2,357	373	0.06
Carrefour	EUR	8,726	114	0.02

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>France 2.86% (2.84%) (continued)</b>				
Cie de Saint-Gobain	EUR	7,100	369	0.06
Cie Generale des Etablissements Michelin	EUR	2,618	294	0.04
Cie Plastic Omnium	EUR	890	18	–
CNP Assurances	EUR	1,922	24	–
Covivio, REIT	EUR	764	47	0.01
Credit Agricole	EUR	17,554	190	0.03
Danone	EUR	8,968	433	0.06
Dassault Systemes	EUR	10,047	388	0.06
Edenred	EUR	3,698	148	0.02
Eiffage	EUR	1,128	83	0.01
Electricite de France	EUR	7,577	79	0.01
Engie	EUR	25,041	242	0.04
EssilorLuxottica	EUR	4,382	602	0.09
Eurazeo	EUR	678	48	0.01
Faurecia	EUR	1,738	64	0.01
Gecina, REIT	EUR	773	78	0.01
Getlink	EUR	6,828	78	0.01
Hermes International	EUR	463	504	0.08
ICADE, REIT	EUR	500	29	–
Imerys	EUR	585	18	–
Ipsen	EUR	530	38	0.01
JCDcaux	EUR	1,063	20	–
Kering	EUR	1,102	623	0.09
Klepierre, REIT	EUR	2,717	43	0.01
La Francaise des Jeux SAEM	EUR	1,302	48	0.01
Legrand	EUR	3,993	311	0.05
L'Oreal	EUR	3,580	1,112	0.17
LVMH Moet Hennessy Louis Vuitton	EUR	3,714	2,101	0.31
Neoen	EUR	411	13	–
Orange	EUR	28,902	231	0.03
Orpea	EUR	750	56	0.01
Pernod Ricard	EUR	3,118	521	0.08
Publicis Groupe	EUR	3,386	168	0.02
Remy Cointreau	EUR	380	56	0.01
Renault	EUR	2,731	77	0.01
Rexel	EUR	4,493	69	0.01
Rubis	EUR	1,470	36	0.01
Safran	EUR	5,201	502	0.08
Sanofi	EUR	16,176	1,143	0.17
Sartorius Stedim Biotech	EUR	357	141	0.02
Schneider Electric	EUR	7,912	963	0.14
SCOR	EUR	2,320	47	0.01
SEB	EUR	462	47	0.01
Societe Generale	EUR	11,669	285	0.04
Sodexo	EUR	1,284	83	0.01
SOITEC	EUR	320	49	0.01
Suez	EUR	5,793	97	0.01
Teleperformance	EUR	868	258	0.04
Thales	EUR	1,509	106	0.02
TotalEnergies	EUR	36,089	1,349	0.20
Ubisoft Entertainment	EUR	1,413	55	0.01
Valeo	EUR	3,559	77	0.01
Veolia Environnement	EUR	9,203	209	0.03
Vinci	EUR	7,393	563	0.08
Vivendi	EUR	11,144	105	0.02
Wendel	EUR	404	40	0.01
Worldline	EUR	3,665	210	0.03
			19,041	2.86

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Germany 2.55% (2.82%)</b>				
1&1	EUR	800	18	–
adidas	EUR	2,862	656	0.10
Allianz	EUR	6,142	1,028	0.15
Auto1 Group	EUR	1,017	25	–
BASF	EUR	13,681	750	0.11
Bayer	EUR	14,696	594	0.09
Bayerische Motoren Werke	EUR	4,833	355	0.05
Bayerische Motoren Werke Preference	EUR	900	54	0.01
Bechtle	EUR	1,278	63	0.01
Beiersdorf	EUR	1,508	119	0.02
Brenntag	EUR	2,338	162	0.02
Carl Zeiss Meditec	EUR	554	78	0.01
Commerzbank	EUR	15,381	79	0.01
Continental	EUR	1,634	137	0.02
Covestro	EUR	2,704	133	0.02
CTS Eventim	EUR	940	53	0.01
Daimler	EUR	12,566	885	0.13
Delivery Hero	EUR	2,832	269	0.04
Deutsche Bank	EUR	30,889	297	0.05
Deutsche Boerse	EUR	2,742	339	0.05
Deutsche Lufthansa	EUR	8,196	41	0.01
Deutsche Post	EUR	14,642	652	0.10
Deutsche Telekom	EUR	48,341	673	0.10
DWS Group	EUR	600	19	–
E.ON	EUR	32,644	288	0.04
Evonik Industries	EUR	2,978	69	0.01
Evotec	EUR	2,236	79	0.01
Fielmann	EUR	420	20	–
Fraport AG Frankfurt Airport Services Worldwide	EUR	536	28	–
Fresenius	EUR	6,073	210	0.03
Fresenius Medical Care	EUR	2,932	151	0.02
FUCHS PETROLUB	EUR	490	14	–
FUCHS PETROLUB Preference	EUR	1,085	39	0.01
GEA Group	EUR	2,504	85	0.01
Hannover Rueck	EUR	904	117	0.02
HeidelbergCement	EUR	2,230	119	0.02
Hella	EUR	720	36	0.01
HelloFresh	EUR	2,456	166	0.03
Henkel Preference	EUR	2,640	173	0.03
Henkel	EUR	1,502	91	0.01
HOCHTIEF	EUR	340	21	–
Infineon Technologies	EUR	19,542	610	0.09
KION Group	EUR	1,184	85	0.01
Knorr-Bremse	EUR	1,017	78	0.01
LANXESS	EUR	1,209	59	0.01
LEG Immobilien	EUR	1,091	119	0.02
Merck	EUR	1,915	311	0.05
METRO	EUR	2,042	20	–
MTU Aero Engines	EUR	801	128	0.02
Muenchener Rueckversicherungs-Gesellschaft	EUR	2,110	433	0.07
Nemetschek	EUR	796	60	0.01
Porsche Automobil Holding Preference	EUR	2,317	176	0.03
ProSiebenSat.1 Media	EUR	1,990	24	–
Puma	EUR	1,430	121	0.02
Rational	EUR	52	34	0.01
Rheinmetall	EUR	651	48	0.01
RWE	EUR	9,530	244	0.04
SAP	EUR	16,505	1,749	0.26
Sartorius Preference	EUR	363	163	0.02
Sartorius	EUR	35	17	–
Scout24	EUR	1,290	66	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Germany 2.55% (2.82%) (continued)</b>				
Siemens	EUR	11,189	1,317	0.20
Siemens Energy	EUR	6,439	129	0.02
Siemens Healthineers	EUR	4,165	201	0.03
Symrise	EUR	1,908	184	0.03
Talanx	EUR	720	24	–
TeamViewer	EUR	2,482	29	–
Telefonica Deutschland Holding	EUR	10,180	20	–
thyssenkrupp	EUR	7,001	52	0.01
Traton	EUR	830	15	–
Uniper	EUR	1,326	42	0.01
United Internet 'G'	EUR	1,728	47	0.01
Varta	EUR	230	25	–
Vitesco Technologies Group	EUR	326	13	–
Volkswagen Preference	EUR	2,758	462	0.07
Volkswagen	EUR	474	110	0.02
Vonovia	EUR	8,454	377	0.06
Wacker Chemie	EUR	230	30	0.01
Zalando	EUR	2,500	166	0.02
Zalando	SEK	744	50	0.01
			17,023	2.55
<b>Greece 0.03% (0.03%)</b>				
Alpha Services and Holdings	EUR	21,244	20	–
Eurobank Ergasias Services and Holdings	EUR	41,270	30	0.01
FF Group^	EUR	850	–	–
Hellenic Telecommunications Organization	EUR	3,634	48	0.01
JUMBO	EUR	1,670	19	–
Motor Oil Hellas Corinth Refineries	EUR	920	11	–
Mytilineos	EUR	1,750	22	–
National Bank of Greece	EUR	10,516	22	–
OPAP	EUR	2,900	33	0.01
Public Power	EUR	1,705	13	–
			218	0.03
<b>Guernsey 0.02% (0.02%)</b>				
Amdocs	USD	1,921	112	0.02
			112	0.02
<b>Hong Kong 0.68% (0.80%)</b>				
AIA Group	HKD	180,060	1,478	0.22
Bank of East Asia	HKD	18,900	23	–
BOC Hong Kong Holdings	HKD	54,000	127	0.02
Cathay Pacific Airways	HKD	14,636	10	–
Champion REIT	HKD	28,000	11	–
China Travel International Investment Hong Kong	HKD	42,000	5	–
CLP Holdings	HKD	24,740	173	0.03
Dah Sing Banking Group	HKD	9,200	6	–
Dah Sing Financial Holdings	HKD	2,000	5	–
Galaxy Entertainment Group	HKD	32,000	119	0.02
Guotai Junan International Holdings	HKD	52,000	6	–
Hang Lung Group	HKD	13,000	22	–
Hang Lung Properties	HKD	32,000	54	0.01
Hang Seng Bank	HKD	10,815	150	0.02
Henderson Land Development	HKD	19,828	60	0.01
Hong Kong & China Gas	HKD	162,800	175	0.03
Hong Kong Exchanges & Clearing	HKD	19,000	833	0.13
Hysan Development	HKD	10,000	25	0.01
Lenovo Group	HKD	112,000	80	0.01
Link REIT	HKD	31,400	201	0.03
Melco International Development	HKD	13,000	11	–
MMG	HKD	28,000	10	–
MTR	HKD	21,000	82	0.01



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Hong Kong 0.68% (0.80%) (continued)</b>				
New World Development	HKD	20,850	66	0.01
PCCW	HKD	56,494	21	–
Power Assets Holdings	HKD	20,622	87	0.01
Shun Tak Holdings	HKD	26,000	5	–
Sino Land	HKD	46,500	47	0.01
SJM Holdings	HKD	28,000	14	–
Sun Hung Kai Properties	HKD	21,081	201	0.03
Swire Pacific 'A'	HKD	7,660	36	0.01
Swire Pacific 'B'	HKD	10,000	8	–
Swire Properties	HKD	15,812	31	0.01
Techtronic Industries	HKD	19,000	276	0.04
Vitasoy International Holdings	HKD	12,000	21	–
Wharf Holdings	HKD	21,175	53	0.01
			4,532	0.68
<b>Hungary 0.03% (0.03%)</b>				
MOL Hungarian Oil & Gas	HUF	5,425	35	–
OTP Bank	HUF	3,432	151	0.02
Richter Gedeon	HUF	1,978	40	0.01
			226	0.03
<b>Indonesia 0.00% (0.00%)</b>				
Bank Indonesia Raya^	IDR	100	–	–
Bank Dagang Nasional Indonesia^	IDR	126	–	–
			–	–
<b>Ireland 1.54% (1.48%)</b>				
Accenture 'A'	USD	9,465	2,334	0.35
AIB Group	EUR	12,240	25	–
Allegion	USD	1,382	133	0.02
Anglo Irish Bank^	EUR	16,820	–	–
Aon 'A'	USD	3,338	749	0.11
Eaton	USD	5,912	686	0.10
Glanbia	EUR	2,931	34	0.01
Horizon Therapeutics	USD	3,224	265	0.04
James Hardie Industries, CDI	AUD	6,630	177	0.03
Jazz Pharmaceuticals	USD	820	82	0.01
Johnson Controls International	USD	10,733	556	0.08
Kerry Group 'A'	EUR	2,320	226	0.03
Kingspan Group	EUR	2,284	177	0.03
Linde	USD	7,682	1,726	0.26
Medtronic	USD	19,979	1,814	0.27
Pentair	USD	2,501	131	0.02
Seagate Technology Holdings	USD	2,966	178	0.03
STERIS	USD	1,265	206	0.03
Trane Technologies	USD	3,538	451	0.07
Willis Towers Watson	USD	1,927	348	0.05
			10,298	1.54
<b>Isle of Man 0.00% (0.00%)</b>				
NEPI Rockcastle	ZAR	4,795	24	–
			24	–
<b>Israel 0.21% (0.19%)</b>				
Airport City	ILS	1,212	16	–
Alony Hetz Properties & Investments	ILS	1,620	19	–
Amot Investments	ILS	3,170	17	–
Azrieli Group	ILS	650	44	0.01
Bank Hapoalim	ILS	16,934	116	0.02
Bank Leumi Le-Israel	ILS	23,840	156	0.02
Bezeq The Israeli Telecommunication	ILS	28,100	25	0.01
Check Point Software Technologies	USD	1,550	138	0.02
Electra	ILS	40	19	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Israel 0.21% (0.19%) (continued)</b>				
Enlight Renewable Energy	ILS	13,785	24	–
Fattal Holdings 1998	ILS	152	12	–
First International Bank of Israel	ILS	890	25	–
Gazit-Globe	ILS	1,410	8	–
Harel Insurance Investments & Financial Services	ILS	1,490	12	–
ICL Group	ILS	9,690	58	0.01
Israel Discount Bank 'A'	ILS	19,640	82	0.01
Melison	ILS	370	22	–
Mivne Real Estate KD	ILS	11,030	28	0.01
Mizrahi Tefahot Bank	ILS	2,030	51	0.01
Nice	ILS	932	185	0.03
Nova	ILS	431	32	0.01
Paz Oil	ILS	210	18	–
Phoenix Holdings	ILS	2,080	18	–
Shikun & Binui	ILS	2,671	11	–
Strauss Group	ILS	590	12	–
Teva Pharmaceutical Industries	ILS	10,140	73	0.01
Teva Pharmaceutical Industries, ADR	USD	6,825	48	0.01
Tower Semiconductor	ILS	1,637	35	0.01
Wix.com	USD	740	102	0.02
			1,406	0.21
<b>Italy 0.58% (0.56%)</b>				
A2A	EUR	24,010	37	0.01
Amplifon	EUR	1,970	69	0.01
Assicurazioni Generali	EUR	19,056	301	0.04
Atlantia	EUR	7,666	104	0.02
Banca Mediolanum	EUR	4,004	33	–
Buzzi Unicem	EUR	1,442	25	–
De' Longhi	EUR	1,060	30	–
DiaSorin	EUR	360	55	0.01
Enel	EUR	115,481	668	0.10
Eni	EUR	37,673	385	0.06
FinecoBank Banca Fineco	EUR	8,948	125	0.02
Hera	EUR	10,920	32	–
Infrastrutture Wireless Italiane	EUR	5,090	42	0.01
Interpump Group	EUR	1,207	61	0.01
Intesa Sanpaolo	EUR	232,837	503	0.08
Italgas	EUR	7,684	35	0.01
Leonardo	EUR	6,108	34	–
Mediobanca Banca di Credito Finanziario	EUR	10,591	90	0.01
Moncler	EUR	3,020	151	0.02
Nexi	EUR	8,852	126	0.02
Pirelli & C	EUR	7,176	31	–
Poste Italiane	EUR	7,112	74	0.01
PRADA	HKD	8,000	37	0.01
Prysmian	EUR	3,531	93	0.01
Recordati Industria Chimica e Farmaceutica	EUR	1,363	58	0.01
Reply	EUR	339	48	0.01
Snam	EUR	33,951	137	0.02
Telecom Italia	EUR	165,909	47	0.01
Telecom Italia Savings Share	EUR	99,990	29	–
Terna – Rete Elettrica Nazionale	EUR	21,679	114	0.02
UniCredit	EUR	31,605	314	0.05
UnipolSai Assicurazioni	EUR	5,910	12	–
			3,900	0.58
<b>Japan 7.32% (8.29%)</b>				
ABC-Mart	JPY	400	15	–
Acom	JPY	6,500	16	–
Activia Properties, REIT	JPY	11	33	0.01
Advance Residence Investment, REIT	JPY	20	47	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
Advantest	JPY	2,920	169	0.03
Aeon	JPY	10,400	174	0.03
AEON Financial Service	JPY	2,000	19	–
Aeon Mall	JPY	1,890	21	–
AEON REIT Investment	JPY	24	24	–
AGC	JPY	2,700	99	0.02
Aica Kogyo	JPY	900	21	–
Ain Holdings	JPY	400	17	–
Air Water	JPY	2,400	27	–
Aisin	JPY	2,600	70	0.01
Ajinomoto	JPY	7,300	158	0.02
Alfresa Holdings	JPY	2,900	30	0.01
Alps Alpine	JPY	3,300	25	–
Amada	JPY	4,400	33	0.01
Amano	JPY	1,100	19	–
ANA Holdings	JPY	1,800	31	0.01
Anritsu	JPY	2,100	27	–
Aozora Bank	JPY	1,900	33	0.01
Ariake Japan	JPY	300	14	–
As One	JPY	200	20	–
Asahi Group Holdings	JPY	6,300	213	0.03
Asahi Intecc	JPY	2,900	54	0.01
Asahi Kasei	JPY	17,900	139	0.02
Asics	JPY	2,300	43	0.01
ASKUL	JPY	800	8	–
Astellas Pharma	JPY	27,900	355	0.05
Azbil	JPY	1,900	57	0.01
Bandai Namco Holdings	JPY	2,900	159	0.02
Bank of Kyoto	JPY	990	33	0.01
BayCurrent Consulting	JPY	200	62	0.01
Benefit One	JPY	900	33	0.01
Benesse Holdings	JPY	1,100	18	–
Bic Camera	JPY	2,500	16	–
Bridgestone	JPY	8,700	294	0.04
Brother Industries	JPY	3,400	51	0.01
Calbee	JPY	1,300	23	–
Canon	JPY	14,750	261	0.04
Canon Marketing Japan	JPY	755	12	–
Capcom	JPY	2,800	57	0.01
Casio Computer	JPY	3,400	36	0.01
Central Japan Railway	JPY	2,700	292	0.04
Chiba Bank	JPY	9,700	46	0.01
Chubu Electric Power	JPY	10,410	86	0.01
Chugai Pharmaceutical	JPY	9,790	248	0.04
Chugoku Bank	JPY	2,900	16	–
Chugoku Electric Power	JPY	4,580	29	–
Coca-Cola Bottlers Japan Holdings	JPY	2,200	23	–
COMSYS Holdings	JPY	1,700	32	0.01
Concordia Financial Group	JPY	16,000	47	0.01
Cosmo Energy Holdings	JPY	1,100	17	–
Cosmos Pharmaceutical	JPY	200	23	–
Credit Saison	JPY	2,100	19	–
CyberAgent	JPY	5,600	76	0.01
Dai Nippon Printing	JPY	4,100	74	0.01
Daicel	JPY	3,900	22	–
Daido Steel	JPY	600	18	–
Daifuku	JPY	1,400	90	0.01
Dai-ichi Life Holdings	JPY	15,400	239	0.04
Daiichi Sankyo	JPY	27,908	523	0.08
Daiichikoshoh	JPY	700	18	–
Daikin Industries	JPY	3,900	633	0.10

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
Daito Trust Construction	JPY	1,000	87	0.01
Daiwa House Industry	JPY	9,300	226	0.03
Daiwa House REIT Investment	JPY	31	65	0.01
Daiwa Office Investment, REIT	JPY	4	19	–
Daiwa Securities Group	JPY	23,000	100	0.02
DeNA	JPY	1,500	21	–
Denka	JPY	1,300	32	0.01
Denso	JPY	6,800	341	0.05
Dentsu Group	JPY	3,200	88	0.01
DIC	JPY	1,100	22	–
Disco	JPY	400	76	0.01
DMG Mori	JPY	1,700	21	–
Dowa Holdings	JPY	780	23	–
East Japan Railway	JPY	5,400	250	0.04
Ebara	JPY	1,400	53	0.01
Eisai	JPY	4,000	207	0.03
Elecom	JPY	600	7	–
Electric Power Development	JPY	2,740	28	–
ENEOS Holdings	JPY	44,331	130	0.02
EXEO Group	JPY	1,500	26	–
Ezaki Glico	JPY	800	22	–
Fancl	JPY	900	22	–
FANUC	JPY	2,800	436	0.07
Fast Retailing	JPY	800	370	0.06
Food & Life	JPY	1,500	47	0.01
FP	JPY	800	20	–
Fuji Electric	JPY	1,800	58	0.01
Fuji Media Holdings	JPY	600	5	–
Fuji Oil Holdings	JPY	500	9	–
FUJIFILM Holdings	JPY	5,300	311	0.05
Fujitsu	JPY	2,800	382	0.06
Fujitsu General	JPY	1,000	18	–
Fukuoka Financial Group	JPY	2,405	32	0.01
Fukuyama Transporting	JPY	400	12	–
Furukawa Electric	JPY	800	13	–
Fuyo General Lease	JPY	300	15	–
GLP J-Reit, REIT	JPY	63	75	0.01
GMO internet	JPY	900	17	–
GMO Payment Gateway	JPY	600	55	0.01
Goldwin	JPY	600	26	–
GS Yuasa	JPY	1,200	20	–
GungHo Online Entertainment	JPY	420	6	–
H.U. Group Holdings	JPY	800	15	–
Hachijuni Bank	JPY	7,900	20	–
Hakuhodo DY Holdings	JPY	3,800	46	0.01
Hamamatsu Photonics	JPY	1,900	80	0.01
Hankyu Hanshin Holdings	JPY	3,400	74	0.01
Haseko	JPY	3,800	36	0.01
Heiwa	JPY	800	11	–
Hikari Tsushin	JPY	300	34	0.01
Hino Motors	JPY	4,000	29	0.01
Hirogin Holdings	JPY	5,000	20	–
Hirose Electric	JPY	476	56	0.01
Hisamitsu Pharmaceutical	JPY	1,100	30	0.01
Hitachi	JPY	13,780	586	0.09
Hitachi Construction Machinery	JPY	1,600	33	0.01
Hitachi Metals	JPY	2,700	37	0.01
Hitachi Transport System	JPY	400	12	–
Honda Motor	JPY	25,500	564	0.09
Horiba	JPY	600	29	0.01
Hoshizaki	JPY	800	51	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
House Foods Group	JPY	1,100	24	–
Hoya	JPY	5,300	581	0.09
Hulic	JPY	5,800	42	0.01
Ibiden	JPY	1,600	60	0.01
Ichigo	JPY	2,700	6	–
Idemitsu Kosan	JPY	3,609	75	0.01
IHI	JPY	2,000	35	0.01
Iida Group Holdings	JPY	2,200	41	0.01
Industrial & Infrastructure Fund Investment, REIT	JPY	29	39	0.01
INFRONEER Holdings	JPY	2,812	17	–
Inpex	JPY	14,100	86	0.01
Internet Initiative Japan	JPY	800	21	–
Isetan Mitsukoshi Holdings	JPY	5,120	27	–
Isuzu Motors	JPY	7,800	79	0.01
Ito En	JPY	900	41	0.01
ITOCHU	JPY	20,100	424	0.06
Itochu Techno-Solutions	JPY	1,400	32	0.01
Itoham Yonekyu Holdings	JPY	2,200	10	–
Iwatani	JPY	800	35	0.01
Iyo Bank	JPY	4,100	15	–
Izumi	JPY	700	16	–
J Front Retailing	JPY	3,100	22	–
Japan Airlines	JPY	1,800	29	0.01
Japan Airport Terminal	JPY	800	28	–
Japan Aviation Electronics Industry	JPY	600	6	–
Japan Exchange Group	JPY	8,000	145	0.02
Japan Hotel REIT Investment	JPY	68	29	–
Japan Logistics Fund, REIT	JPY	14	30	0.01
Japan Metropolitan Fund Invest, REIT	JPY	105	73	0.01
Japan Post Bank	JPY	6,500	39	0.01
Japan Post Holdings	JPY	18,100	106	0.02
Japan Post Insurance	JPY	2,900	36	0.01
Japan Prime Realty Investment, REIT	JPY	7	18	–
Japan Real Estate Investment, REIT	JPY	20	88	0.01
Japan Tobacco	JPY	17,900	265	0.04
JCR Pharmaceuticals	JPY	800	15	–
Jeol	JPY	600	33	0.01
JFE Holdings	JPY	7,775	84	0.01
JGC Holdings	JPY	3,300	23	–
JSR	JPY	2,600	66	0.01
JTEKT	JPY	3,300	22	–
Justsystems	JPY	500	19	–
Kadokawa	JPY	600	24	–
Kagome	JPY	1,200	22	–
Kajima	JPY	6,900	65	0.01
Kakaku.com	JPY	1,900	46	0.01
Kaken Pharmaceutical	JPY	600	17	–
Kamigumi	JPY	1,500	22	–
Kandenko	JPY	1,500	9	–
Kaneka	JPY	800	23	–
Kansai Electric Power	JPY	11,200	76	0.01
Kansai Paint	JPY	3,000	51	0.01
Kao	JPY	6,900	292	0.04
Kawasaki Heavy Industries	JPY	2,200	37	0.01
Kawasaki Kisen Kaisha	JPY	1,200	38	0.01
KDDI	JPY	25,050	594	0.09
Keihan Holdings	JPY	1,600	30	0.01
Keikyu	JPY	4,005	33	0.01
Keio	JPY	1,700	61	0.01
Keisei Electric Railway	JPY	2,100	48	0.01
Kenedix Office Investment, REIT	JPY	6	28	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
Kewpie	JPY	1,600	26	–
Keyence	JPY	2,700	1,163	0.18
Kikkoman	JPY	2,700	158	0.02
Kinden	JPY	1,820	22	–
Kintetsu Group Holdings	JPY	2,815	64	0.01
Kirin Holdings	JPY	11,100	146	0.02
Kobayashi Pharmaceutical	JPY	900	50	0.01
Kobe Bussan	JPY	600	14	–
Kobe Steel	JPY	5,100	22	–
Koei Tecmo Holdings	JPY	1,200	40	0.01
Koito Manufacturing	JPY	1,700	73	0.01
Kokuyo	JPY	1,400	16	–
Komatsu	JPY	13,800	246	0.04
Konami Holdings	JPY	1,400	57	0.01
Konica Minolta	JPY	5,684	22	–
Kose	JPY	400	35	0.01
Kotobuki Spirits	JPY	200	9	–
K's Holdings	JPY	2,300	18	–
Kubota	JPY	16,400	249	0.04
Kuraray	JPY	5,500	37	0.01
Kurita Water Industries	JPY	1,700	61	0.01
Kusuri no Aoki Holdings	JPY	300	14	–
Kyocera	JPY	4,580	197	0.03
Kyowa Kirin	JPY	3,800	90	0.01
Kyudenko	JPY	600	14	–
Kyushu Electric Power	JPY	7,370	39	0.01
Kyushu Financial Group	JPY	6,630	17	–
Kyushu Railway	JPY	2,200	36	0.01
LaSalle Logiport REIT	JPY	13	16	–
Lasertec	JPY	1,100	183	0.03
Lawson	JPY	800	27	–
Lintec	JPY	700	11	–
Lion	JPY	3,600	43	0.01
Lixil	JPY	3,772	74	0.01
M3	JPY	6,300	299	0.05
Mabuchi Motor	JPY	800	20	–
Makita	JPY	3,700	139	0.02
Mani	JPY	1,000	13	–
Marubeni	JPY	23,000	141	0.02
Marui Group	JPY	3,100	44	0.01
Maruichi Steel Tube	JPY	1,100	18	–
Matsui Securities	JPY	1,900	10	–
MatsukiyoCocokara	JPY	1,200	44	0.01
Mazda Motor	JPY	8,500	56	0.01
Mebuki Financial Group	JPY	14,900	23	–
Medipal Holdings	JPY	2,300	31	0.01
MEIJI Holdings	JPY	2,036	95	0.01
Menicon	JPY	800	21	–
MINEBEA MITSUMI	JPY	6,200	113	0.02
MISUMI Group	JPY	4,100	127	0.02
Mitsubishi	JPY	17,900	421	0.06
Mitsubishi Chemical Holdings	JPY	19,300	122	0.02
Mitsubishi Electric	JPY	29,700	295	0.04
Mitsubishi Estate	JPY	17,100	193	0.03
Mitsubishi Gas Chemical	JPY	2,700	38	0.01
Mitsubishi HC Capital	JPY	8,500	32	0.01
Mitsubishi Heavy Industries	JPY	4,400	86	0.01
Mitsubishi Logistics	JPY	1,000	21	–
Mitsubishi Materials	JPY	1,900	28	–
Mitsubishi Motors	JPY	11,100	26	–
Mitsubishi Shokuhin	JPY	200	4	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
Mitsubishi UFJ Financial Group	JPY	185,196	773	0.12
Mitsui	JPY	23,600	389	0.06
Mitsui Chemicals	JPY	2,700	62	0.01
Mitsui Fudosan	JPY	13,700	230	0.04
Mitsui Fudosan Logistics Park, REIT	JPY	8	30	0.01
Mitsui Mining & Smelting	JPY	900	19	–
Mitsui OSK Lines	JPY	1,471	61	0.01
Miura	JPY	1,500	43	0.01
Mizuho Financial Group	JPY	37,808	374	0.06
MonotaRO	JPY	3,600	58	0.01
Mori Hills REIT Investment	JPY	24	23	–
Morinaga	JPY	600	16	–
Morinaga Milk Industry	JPY	600	26	–
MS&AD Insurance Group Holdings	JPY	6,744	160	0.02
Murata Manufacturing	JPY	8,500	475	0.07
Nabtesco	JPY	1,700	43	0.01
Nagase	JPY	1,400	17	–
Nagoya Railroad	JPY	2,700	33	0.01
Nankai Electric Railway	JPY	1,600	23	–
NEC	JPY	3,900	155	0.02
NEC Networks & System Integration	JPY	1,100	15	–
NET One Systems	JPY	1,300	32	0.01
Nexon	JPY	6,100	77	0.01
NGK Insulators	JPY	3,900	48	0.01
NGK Spark Plug	JPY	3,100	35	0.01
NH Foods	JPY	1,600	42	0.01
NHK Spring	JPY	2,400	13	–
Nichirei	JPY	1,500	28	–
Nidec	JPY	6,872	542	0.08
Nifco	JPY	1,100	26	–
Nihon Kohden	JPY	1,000	23	–
Nihon M&A Center Holdings	JPY	3,900	84	0.01
Nihon Unisys	JPY	1,100	22	–
Nikon	JPY	4,700	38	0.01
Nintendo	JPY	1,600	524	0.08
Nippo	JPY	700	18	–
Nippon Accommodations Fund, REIT	JPY	7	29	–
Nippon Building Fund, REIT	JPY	22	100	0.02
Nippon Electric Glass	JPY	1,020	19	–
Nippon Express	JPY	1,000	49	0.01
Nippon Kayaku	JPY	2,900	23	–
Nippon Paint Holdings	JPY	12,000	91	0.01
Nippon Prologis REIT	JPY	33	79	0.01
Nippon Sanso Holdings	JPY	2,300	40	0.01
Nippon Shinyaku	JPY	800	47	0.01
Nippon Shokubai	JPY	500	19	–
Nippon Steel	JPY	12,052	150	0.02
Nippon Telegraph & Telephone	JPY	18,000	360	0.05
Nippon Television Holdings	JPY	400	3	–
Nippon Yusen	JPY	2,400	114	0.02
Nipro	JPY	2,000	15	–
Nishi-Nippon Railroad	JPY	1,300	22	–
Nissan Chemical	JPY	2,000	84	0.01
Nissan Motor	JPY	28,200	105	0.02
Nisshin Seifun Group	JPY	4,090	49	0.01
Nissin Foods Holdings	JPY	1,000	56	0.01
Nitori Holdings	JPY	1,100	140	0.02
Nitto Denko	JPY	2,200	114	0.02
Noevir Holdings	JPY	200	7	–
NOF	JPY	900	34	0.01
NOK	JPY	2,000	17	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
Nomura Holdings	JPY	45,680	162	0.02
Nomura Real Estate Holdings	JPY	1,700	31	0.01
Nomura Real Estate Master Fund, REIT	JPY	69	74	0.01
Nomura Research Institute	JPY	3,710	99	0.02
NS Solutions	JPY	600	14	–
NSK	JPY	7,200	36	0.01
NTT Data	JPY	9,300	133	0.02
Obayashi	JPY	10,400	64	0.01
Obic	JPY	1,000	142	0.02
OBIC Business Consultants	JPY	300	11	–
Odakyu Electric Railway	JPY	4,550	71	0.01
Oji Holdings	JPY	13,066	47	0.01
OKUMA	JPY	500	18	–
Olympus	JPY	15,400	246	0.04
Omron	JPY	2,800	195	0.03
Ono Pharmaceutical	JPY	6,500	102	0.02
Open House	JPY	1,100	50	0.01
Oracle Corp. Japan	JPY	500	33	0.01
Orient	JPY	7,700	8	–
Oriental Land	JPY	2,800	320	0.05
ORIX	JPY	18,300	256	0.04
Orix JREIT, REIT	JPY	41	50	0.01
Osaka Gas	JPY	5,900	72	0.01
OSG	JPY	1,300	15	–
Otsuka	JPY	1,400	51	0.01
Otsuka Holdings	JPY	6,300	194	0.03
PALTAC	JPY	500	17	–
Pan Pacific International Holdings	JPY	6,200	99	0.02
Panasonic	JPY	31,513	281	0.04
Park24	JPY	1,900	23	–
Penta-Ocean Construction	JPY	4,900	24	–
PeptiDream	JPY	1,400	24	–
Persol Holdings	JPY	2,200	41	0.01
Pigeon	JPY	1,700	28	–
Pola Orbis Holdings	JPY	1,200	19	–
Rakuten Group	JPY	12,300	89	0.01
Recruit Holdings	JPY	19,900	928	0.14
Relo Group	JPY	1,800	27	–
Renesas Electronics	JPY	15,100	128	0.02
Rengo	JPY	3,100	17	–
RENOVA	JPY	700	21	–
Resona Holdings	JPY	31,800	89	0.01
Resorttrust	JPY	1,000	13	–
Ricoh	JPY	9,300	70	0.01
Rinnai	JPY	500	37	0.01
Rohm	JPY	1,200	77	0.01
Rohto Pharmaceutical	JPY	1,400	31	0.01
Ryohin Keikaku	JPY	3,600	53	0.01
Sankyo	JPY	700	12	–
Sankyu	JPY	600	20	–
Sansan	JPY	300	23	–
Santen Pharmaceutical	JPY	5,400	54	0.01
Sanwa Holdings	JPY	2,900	27	–
Sapporo Holdings	JPY	1,100	18	–
Sawai Group Holdings	JPY	500	16	–
SBI Holdings	JPY	3,700	70	0.01
SCREEN Holdings	JPY	600	36	0.01
SCSK	JPY	2,100	32	0.01
Secom	JPY	2,900	153	0.02
Sega Sammy Holdings	JPY	2,940	30	0.01
Seibu Holdings	JPY	2,900	23	–



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
Seiko Epson	JPY	3,900	55	0.01
Seino Holdings	JPY	2,100	19	–
Sekisui Chemical	JPY	5,300	65	0.01
Sekisui House	JPY	8,400	130	0.02
Sekisui House Reit	JPY	32	19	–
Seven & i Holdings	JPY	11,460	351	0.05
Seven Bank	JPY	9,900	16	–
SG Holdings	JPY	6,200	120	0.02
Sharp	JPY	2,300	20	–
SHIFT	JPY	100	16	–
Shikoku Electric Power	JPY	2,580	12	–
Shimadzu	JPY	4,000	121	0.02
Shimamura	JPY	300	18	–
Shimano	JPY	1,200	232	0.04
Shimizu	JPY	8,200	45	0.01
Shin-Etsu Chemical	JPY	5,850	733	0.11
Shinko Electric Industries	JPY	1,000	24	–
Shinsei Bank	JPY	2,400	29	–
Shionogi	JPY	4,100	201	0.03
Ship Healthcare Holdings	JPY	1,100	20	–
Shiseido	JPY	5,800	281	0.04
Shizuoka Bank	JPY	8,000	48	0.01
SHO-BOND Holdings	JPY	700	22	–
Shochiku	JPY	100	8	–
Showa Denko	JPY	2,300	40	0.01
Skylark Holdings	JPY	3,100	31	0.01
SMC	JPY	800	334	0.05
SMS	JPY	700	20	–
SoftBank	JPY	40,400	393	0.06
SoftBank Group	JPY	19,900	796	0.12
Sohgo Security Services	JPY	1,100	36	0.01
Sojitz	JPY	3,560	44	0.01
Sompo Holdings	JPY	4,800	153	0.02
Sony Group	JPY	18,400	1,504	0.23
Sotetsu Holdings	JPY	1,400	19	–
Square Enix Holdings	JPY	1,200	46	0.01
Stanley Electric	JPY	2,300	41	0.01
Subaru	JPY	9,100	133	0.02
Sugi Holdings	JPY	500	26	–
SUMCO	JPY	3,400	49	0.01
Sumitomo	JPY	16,600	172	0.03
Sumitomo Bakelite	JPY	400	12	–
Sumitomo Chemical	JPY	23,100	85	0.01
Sumitomo Dainippon Pharma	JPY	2,500	31	0.01
Sumitomo Electric Industries	JPY	11,100	111	0.02
Sumitomo Forestry	JPY	1,900	26	–
Sumitomo Heavy Industries	JPY	1,700	32	0.01
Sumitomo Metal Mining	JPY	3,500	99	0.02
Sumitomo Mitsui Financial Group	JPY	19,400	477	0.07
Sumitomo Mitsui Trust Holdings	JPY	5,508	135	0.02
Sumitomo Realty & Development	JPY	5,900	157	0.02
Sumitomo Rubber Industries	JPY	3,000	28	–
Sundrug	JPY	1,000	23	–
Suntory Beverage & Food	JPY	1,900	55	0.01
Suzuken	JPY	1,200	25	–
Suzuki Motor	JPY	6,800	223	0.03
Sysmex	JPY	2,800	252	0.04
T&D Holdings	JPY	7,700	75	0.01
Taiheiy Cement	JPY	1,900	29	0.01
Taisei	JPY	2,500	58	0.01
Taisho Pharmaceutical Holdings	JPY	700	29	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
Taiyo Yuden	JPY	1,800	68	0.01
Takara Bio	JPY	600	11	–
Takara Holdings	JPY	2,500	26	–
Takashimaya	JPY	2,200	17	–
Takeda Pharmaceutical	JPY	22,900	470	0.07
TBS Holdings	JPY	500	6	–
TDK	JPY	5,400	130	0.02
TechnoPro Holdings	JPY	1,500	34	0.01
Teijin	JPY	3,000	30	0.01
Terumo	JPY	9,700	319	0.05
THK	JPY	1,600	25	–
TIS	JPY	3,500	69	0.01
Tobu Railway	JPY	3,100	56	0.01
Toda	JPY	3,400	17	–
Toho	JPY	1,620	56	0.01
Toho Gas	JPY	1,300	30	0.01
Tohoku Electric Power	JPY	7,662	38	0.01
Tokai Carbon	JPY	2,900	26	–
Tokai Rika	JPY	700	7	–
Tokio Marine Holdings	JPY	9,600	376	0.06
Tokuyama	JPY	1,200	16	–
Tokyo Century	JPY	900	37	0.01
Tokyo Electric Power Co. Holdings	JPY	22,000	50	0.01
Tokyo Electron	JPY	2,200	692	0.10
Tokyo Gas	JPY	6,200	75	0.01
Tokyo Ohka Kogyo	JPY	600	26	–
Tokyo Tatemono	JPY	3,100	34	0.01
Tokyu	JPY	7,300	74	0.01
Tokyu Fudosan Holdings	JPY	9,900	43	0.01
TOPPAN	JPY	4,100	48	0.01
Toray Industries	JPY	22,400	100	0.02
Toshiba	JPY	6,400	199	0.03
Toshiba TEC	JPY	300	9	–
Tosoh	JPY	4,200	52	0.01
TOTO	JPY	2,150	77	0.01
Toyo Seikan Group Holdings	JPY	2,100	18	–
Toyo Suisan Kaisha	JPY	1,300	41	0.01
Toyo Tire	JPY	1,500	18	–
Toyoda Gosei	JPY	1,300	19	–
Toyota Boshoku	JPY	900	12	–
Toyota Industries	JPY	2,400	148	0.02
Toyota Motor	JPY	183,890	2,328	0.35
Toyota Tsusho	JPY	3,400	107	0.02
Trend Micro	JPY	1,700	68	0.01
TS Tech	JPY	1,800	18	–
Tsumura	JPY	1,100	24	–
Tsuruha Holdings	JPY	500	44	0.01
TV Asahi Holdings	JPY	400	5	–
Ube Industries	JPY	1,500	21	–
Ulvac	JPY	800	32	0.01
Unicharm	JPY	5,800	171	0.03
United Urban Investment, REIT	JPY	45	41	0.01
Ushio	JPY	1,700	23	–
USS	JPY	3,300	38	0.01
Welcia Holdings	JPY	1,600	43	0.01
West Japan Railway	JPY	3,500	120	0.02
Yakult Honsha	JPY	2,000	74	0.01
Yamada Holdings	JPY	10,900	32	0.01
Yamaguchi Financial Group	JPY	3,500	15	–
Yamaha	JPY	2,300	106	0.02
Yamaha Motor	JPY	4,000	81	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Japan 7.32% (8.29%) (continued)</b>				
Yamato Holdings	JPY	5,000	90	0.01
Yamato Kogyo	JPY	500	11	–
Yamazaki Baking	JPY	2,000	24	–
Yaoko	JPY	300	13	–
Yaskawa Electric	JPY	3,900	127	0.02
Yokogawa Electric	JPY	3,500	49	0.01
Yokohama Rubber	JPY	1,700	22	–
Z Holdings	JPY	39,200	171	0.03
Zenkoku Hoshu	JPY	800	28	–
Zensho Holdings	JPY	1,400	24	–
Zeon	JPY	2,500	24	–
ZOZO	JPY	1,600	42	0.01
			48,846	7.32
<b>Jersey 0.14% (0.09%)</b>				
Amcor, CDI	AUD	23,325	202	0.03
Aptiv	USD	4,044	492	0.07
Clarivate	USD	6,285	101	0.02
Novocure	USD	1,531	127	0.02
			922	0.14
<b>Liberia 0.03% (0.02%)</b>				
Royal Caribbean Cruises	USD	3,343	211	0.03
			211	0.03
<b>Luxembourg 0.15% (0.14%)</b>				
Allegro.eu	PLN	5,838	54	0.01
ArcelorMittal	EUR	9,387	220	0.03
Aroundtown	EUR	17,918	91	0.01
Eurofins Scientific	EUR	1,821	166	0.03
L'Occitane International	HKD	7,000	17	–
RTL Group	EUR	581	24	–
Samsonite International	HKD	18,000	30	–
Spotify Technology	USD	2,040	367	0.06
Tenaris	EUR	7,480	62	0.01
			1,031	0.15
<b>Malaysia 0.22% (0.27%)</b>				
AirAsia Group	MYR	24,900	5	–
Alliance Bank Malaysia	MYR	13,400	6	–
AMMB Holdings	MYR	29,500	17	–
Astro Malaysia Holdings	MYR	25,600	5	–
Axiata Group	MYR	75,300	54	0.01
British American Tobacco Malaysia	MYR	2,300	6	–
CIMB Group Holdings	MYR	105,200	95	0.01
Dialog Group	MYR	77,500	41	0.01
DiGi.Com	MYR	62,000	48	0.01
Fraser & Neave Holdings	MYR	1,400	7	–
Gamuda	MYR	33,700	19	–
Genting	MYR	38,000	35	0.01
Genting Malaysia	MYR	49,000	27	–
HAP Seng Consolidated	MYR	9,600	14	–
Hartalega Holdings	MYR	23,800	25	–
Hong Leong Bank	MYR	10,097	33	0.01
Hong Leong Financial Group	MYR	3,600	12	–
IHH Healthcare	MYR	42,600	50	0.01
IJM	MYR	60,800	20	–
IOI	MYR	50,700	36	0.01
IOI Properties Group	MYR	22,175	5	–
Kuala Lumpur Kepong	MYR	6,500	26	–
Malayan Banking	MYR	91,200	132	0.02
Malaysia Airports Holdings	MYR	17,000	20	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Malaysia 0.22% (0.27%) (continued)</b>				
Maxis	MYR	43,800	37	0.01
MISC	MYR	23,100	29	0.01
Nestle Malaysia	MYR	800	19	–
Petronas Chemicals Group	MYR	40,400	62	0.01
Petronas Dagangan	MYR	4,800	17	–
Petronas Gas	MYR	7,700	23	–
PPB Group	MYR	9,360	30	0.01
Press Metal Aluminium Holdings	MYR	52,200	56	0.01
Public Bank	MYR	233,950	171	0.03
QL Resources	MYR	17,850	16	–
RHB Bank	MYR	23,611	24	–
Sime Darby	MYR	61,400	25	–
Sime Darby Plantation	MYR	53,100	40	0.01
Sime Darby Property	MYR	53,500	7	–
Telekom Malaysia	MYR	15,700	16	–
Tenaga Nasional	MYR	59,100	100	0.02
Top Glove	MYR	83,000	40	0.01
Westports Holdings	MYR	19,300	15	–
YTL	MYR	74,476	8	–
			1,473	0.22
<b>Malta 0.00% (0.00%)</b>				
Bgp Holdings^	EUR	196,800	–	–
			–	–
<b>Mauritius 0.00% (0.00%)</b>				
Golden Agri-Resources	SGD	116,078	17	–
			17	–
<b>Mexico 0.27% (0.25%)</b>				
Alfa 'A'	MXN	38,570	21	–
America Movil 'L'	MXN	440,728	285	0.04
Arca Continental	MXN	6,860	31	0.01
Banco Santander Mexico 'B'	MXN	7,730	6	–
Becle	MXN	8,800	14	–
Cemex	MXN	136,195	71	0.01
Cemex, ADR	USD	8,641	45	0.01
Coca-Cola Femsa	MXN	7,010	28	0.01
Concentradora Fibra Danhos, REIT	MXN	7,000	6	–
El Puerto de Liverpool 'C1'	MXN	3,140	10	–
Fibra Uno Administracion, REIT	MXN	47,950	36	0.01
Fomento Economico Mexicano	MXN	27,540	168	0.03
Gruma 'B'	MXN	3,540	28	0.01
Grupo Aeroportuario del Centro Norte	MXN	5,600	25	–
Grupo Aeroportuario del Pacifico 'B'	MXN	6,060	56	0.01
Grupo Aeroportuario del Sureste 'B'	MXN	1,910	27	0.01
Grupo Bimbo 'A'	MXN	30,930	62	0.01
Grupo Carso 'A1'	MXN	8,250	21	–
Grupo Elektra	MXN	1,070	59	0.01
Grupo Financiero Banorte 'O'	MXN	46,410	224	0.03
Grupo Financiero Inbursa 'O'	MXN	36,650	26	0.01
Grupo Mexico 'B'	MXN	46,349	147	0.02
Grupo Televisa	MXN	35,450	61	0.01
Industrias Bachoco 'B'	MXN	2,700	7	–
Industrias Penoles	MXN	2,060	20	–
Kimberly-Clark de Mexico 'A'	MXN	14,320	17	–
Megacable Holdings	MXN	4,500	10	–
Orbia Advance	MXN	12,727	24	–
Promotora y Operadora de Infraestructura	MXN	3,340	17	–
Telesites	MXN	18,535	12	–
Wal-Mart de Mexico	MXN	80,880	206	0.03
			1,770	0.27

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Netherlands 1.95% (1.78%)</b>				
Aalberts	EUR	1,353	57	0.01
ABN AMRO Bank, CVA	EUR	6,006	63	0.01
Adyen	EUR	432	952	0.14
Aegon	EUR	27,429	104	0.02
Airbus	EUR	8,314	797	0.12
Akzo Nobel	EUR	2,763	221	0.03
Argenx	EUR	670	145	0.02
ASM International	EUR	705	201	0.03
ASML Holding	EUR	5,896	3,340	0.50
ASR Nederland	EUR	1,964	67	0.01
BE Semiconductor Industries	EUR	1,071	60	0.01
CNH Industrial	EUR	14,749	179	0.03
Davide Campari-Milano	EUR	7,793	84	0.01
Euronext	EUR	1,222	102	0.02
EXOR	EUR	1,531	96	0.01
Ferrari	EUR	1,799	291	0.04
GrandVision	EUR	810	19	–
Heineken	EUR	3,599	278	0.04
Heineken Holding	EUR	1,533	100	0.02
IMCD	EUR	888	138	0.02
ING Groep	EUR	58,135	636	0.10
JDE Peet's	EUR	1,150	24	–
Just Eat Takeaway.com	EUR	2,713	156	0.02
Koninklijke Ahold Delhaize	EUR	14,443	339	0.05
Koninklijke DSM	EUR	2,513	387	0.06
Koninklijke KPN	EUR	48,043	112	0.02
Koninklijke Philips	EUR	13,441	432	0.07
Koninklijke Vopak	EUR	908	27	–
LyondellBasell Industries 'A'	USD	3,858	276	0.04
NN Group	EUR	4,509	176	0.03
NXP Semiconductors	USD	3,934	541	0.08
Prosus	EUR	13,556	826	0.12
QIAGEN	EUR	3,324	125	0.02
Randstad	EUR	1,596	83	0.01
Signify	EUR	1,870	70	0.01
Stellantis	EUR	29,998	435	0.07
STMicroelectronics	EUR	9,443	291	0.04
Universal Music Group	EUR	11,144	231	0.03
Wolters Kluwer	EUR	3,954	305	0.05
Yandex 'A'	USD	4,680	263	0.04
			13,029	1.95
<b>New Zealand 0.12% (0.14%)</b>				
a2 Milk	NZD	11,080	40	0.01
Air New Zealand	NZD	12,010	10	–
Auckland International Airport	NZD	15,144	60	0.01
Contact Energy	NZD	11,762	49	0.01
Fisher & Paykel Healthcare	NZD	8,558	132	0.02
Fletcher Building	NZD	11,709	43	0.01
Kiwi Property Group, REIT	NZD	24,270	14	–
Mainfreight	NZD	1,211	54	0.01
Mercury NZ	NZD	10,230	32	–
<b>New Zealand 0.12% (0.14%) (continued)</b>				
Meridian Energy	NZD	19,194	48	0.01
Ryman Healthcare	NZD	6,470	49	0.01
SKYCITY Entertainment Group	NZD	14,106	23	–
Spark New Zealand	NZD	29,507	70	0.01
Xero	AUD	1,890	147	0.02
			771	0.12

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Norway 0.23% (0.20%)</b>				
Adevinta	NOK	3,615	46	0.01
Aker 'A'	NOK	374	26	–
Aker BP	NOK	1,780	50	0.01
DNB Bank	NOK	15,140	272	0.04
Equinor	NOK	14,517	288	0.04
Gjensidige Forsikring	NOK	2,530	43	0.01
Leroy Seafood Group	NOK	3,970	26	–
Mowi	NOK	6,710	134	0.02
Norsk Hydro	NOK	21,035	128	0.02
Orkla	NOK	11,908	81	0.01
Salmar	NOK	860	45	0.01
Schibsted 'A'	NOK	1,160	45	0.01
Schibsted 'B'	NOK	1,512	52	0.01
Telenor	NOK	9,392	113	0.02
TOMRA Systems	NOK	1,835	77	0.01
Yara International	NOK	2,370	88	0.01
			1,514	0.23
<b>Panama 0.03% (0.01%)</b>				
Carnival	USD	12,993	224	0.03
			224	0.03
<b>Papua New Guinea 0.01% (0.01%)</b>				
Oil Search	AUD	32,688	80	0.01
			80	0.01
<b>Poland 0.09% (0.07%)</b>				
Bank Polska Kasa Opieki	PLN	2,460	56	0.01
CD Projekt	PLN	990	35	0.01
Cyfrowy Polsat	PLN	4,520	31	–
Dino Polska	PLN	727	48	0.01
KGHM Polska Miedz	PLN	2,064	64	0.01
LPP	PLN	15	40	0.01
Polski Koncern Naftowy ORLEN	PLN	4,690	78	0.01
Polskie Gornictwo Naftowe i Gazownictwo	PLN	25,680	31	–
Powszechna Kasa Oszczednosci Bank Polski	PLN	12,878	109	0.02
Powszechny Zaklad Ubezpiezen	PLN	8,400	61	0.01
Santander Bank Polska	PLN	449	29	–
			582	0.09
<b>Portugal 0.04% (0.05%)</b>				
Banco Espirito Santo	EUR	55,927	5	–
EDP – Energias de Portugal	EUR	41,620	164	0.02
Galp Energia	EUR	7,441	63	0.01
Jeronimo Martins	EUR	3,412	55	0.01
			287	0.04
<b>Singapore 0.37% (0.37%)</b>				
Ascendas Real Estate Investment Trust	SGD	49,087	80	0.01
Ascott Residence Trust, REIT	SGD	27,100	15	–
BOC Aviation	HKD	2,900	18	–
CapitaLand Integrated Commercial Trust, REIT	SGD	63,279	73	0.01
Capitaland Investment	SGD	35,925	66	0.01
City Developments	SGD	7,949	32	0.01
ComfortDelGro	SGD	32,600	28	0.01
DBS Group Holdings	SGD	27,132	445	0.07
Flex	USD	7,385	102	0.02
Fraser's Logistics & Commercial Trust, REIT	SGD	40,600	33	0.01
Genting Singapore	SGD	98,000	42	0.01
Hutchison Port Holdings Trust	USD	71,400	12	–
Jardine Cycle & Carriage	SGD	1,222	15	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Singapore 0.37% (0.37%) (continued)</b>				
Keppel	SGD	21,690	64	0.01
Keppel DC REIT	SGD	21,200	28	–
Keppel REIT	SGD	34,100	20	–
Mapletree Commercial Trust, REIT	SGD	36,271	42	0.01
Mapletree Industrial Trust, REIT	SGD	29,750	44	0.01
Mapletree Logistics Trust, REIT	SGD	42,798	46	0.01
Mapletree North Asia Commercial Trust, REIT	SGD	36,500	20	–
Olam International	SGD	10,120	10	–
Oversea-Chinese Banking	SGD	52,851	339	0.05
SATS	SGD	11,200	26	–
Sembcorp Industries	SGD	13,914	15	–
Sembcorp Marine	SGD	83,832	4	–
SIA Engineering	SGD	5,100	6	–
Singapore Airlines	SGD	19,973	60	0.01
Singapore Exchange	SGD	12,800	66	0.01
Singapore Post	SGD	23,900	8	–
Singapore Press Holdings	SGD	26,431	28	–
Singapore Technologies Engineering	SGD	25,100	53	0.01
Singapore Telecommunications	SGD	107,672	145	0.02
StarHub	SGD	2,890	2	–
Suntec Real Estate Investment Trust	SGD	33,500	27	–
United Overseas Bank	SGD	19,180	277	0.04
UOL Group	SGD	8,008	31	0.01
Venture	SGD	4,200	43	0.01
Wilmar International	SGD	29,200	69	0.01
Wing Tai Holdings	SGD	4,400	4	–
			2,438	0.37
<b>South Africa 0.46% (0.52%)</b>				
Absa Group	ZAR	11,240	80	0.01
African Rainbow Minerals	ZAR	1,500	16	–
Anglo American Platinum	ZAR	1,029	83	0.01
AngloGold Ashanti	ZAR	6,040	81	0.01
Aspen Pharmacare Holdings	ZAR	6,340	77	0.01
AVI	ZAR	4,920	20	–
Barloworld	ZAR	3,130	20	–
Bid	ZAR	4,465	72	0.01
Bidvest Group	ZAR	5,557	52	0.01
Capitec Bank Holdings	ZAR	1,163	97	0.02
Clicks Group	ZAR	3,570	49	0.01
Coronation Fund Managers	ZAR	4,910	12	–
Dis-Chem Pharmacies	ZAR	5,310	8	–
Discovery	ZAR	5,899	40	0.01
Distell Group Holdings	ZAR	1,080	10	–
Exxaro Resources	ZAR	3,767	33	0.01
FirstRand	ZAR	70,805	209	0.03
Fortress REIT 'A'	ZAR	19,048	13	–
Fortress REIT 'B'	ZAR	25,618	3	–
Foschini Group	ZAR	5,684	37	0.01
Gold Fields	ZAR	13,629	92	0.02
Growthpoint Properties, REIT	ZAR	58,731	40	0.01
Harmony Gold Mining	ZAR	7,940	22	–
Impala Platinum Holdings	ZAR	10,924	120	0.02
Investec	ZAR	4,570	15	–
Kumba Iron Ore	ZAR	760	19	–
Liberty Holdings	ZAR	1,820	8	–
Life Healthcare Group Holdings	ZAR	22,354	25	–
Momentum Metropolitan Holdings	ZAR	10,510	11	–
Mr Price Group	ZAR	4,090	42	0.01
MTN Group	ZAR	27,074	186	0.03
MultiChoice Group	ZAR	6,758	41	0.01
Naspers 'N'	ZAR	3,253	405	0.06

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>South Africa 0.46% (0.52%) (continued)</b>				
Nedbank Group	ZAR	4,432	39	0.01
Netcare	ZAR	25,020	20	–
Northam Platinum Holdings	ZAR	6,100	69	0.01
Old Mutual	ZAR	77,690	62	0.01
Pepkor Holdings	ZAR	12,320	14	–
Pick n Pay Stores	ZAR	5,651	16	–
PSG Group	ZAR	2,700	10	–
Rand Merchant Investment Holdings	ZAR	7,980	15	–
Redefine Properties, REIT	ZAR	93,351	21	–
Remgro	ZAR	8,752	60	0.01
Resilient REIT	ZAR	4,730	13	–
Sanlam	ZAR	24,270	73	0.01
Santam	ZAR	730	9	–
Sappi	ZAR	8,740	19	–
Sasol	ZAR	8,590	119	0.02
Shoprite Holdings	ZAR	6,536	59	0.01
Sibanye Stillwater	ZAR	41,673	117	0.02
SPAR Group	ZAR	2,591	25	0.01
Standard Bank Group	ZAR	20,448	140	0.02
Telkom	ZAR	3,690	9	–
Tiger Brands	ZAR	2,151	20	–
Truworths International	ZAR	7,580	20	–
Vodacom Group	ZAR	8,910	61	0.01
Woolworths Holdings	ZAR	15,105	42	0.01
			3,090	0.46
<b>South Korea 1.62% (1.68%)</b>				
Alteogen	KRW	435	20	–
Amorepacific	KRW	480	55	0.01
Amorepacific Preference	KRW	160	7	–
AMOREPACIFIC Group	KRW	440	14	–
BGF retail	KRW	102	11	–
BNK Financial Group	KRW	4,377	24	–
Celltrion	KRW	1,562	211	0.03
Celltrion Healthcare	KRW	1,062	59	0.01
Celltrion Pharm	KRW	292	22	–
Cheil Worldwide	KRW	1,010	15	–
CJ	KRW	210	13	–
CJ CheilJedang	KRW	120	30	0.01
CJ ENM	KRW	140	15	–
CJ Logistics	KRW	120	11	–
Coway	KRW	910	45	0.01
Daewoo Engineering & Construction	KRW	3,010	12	–
Daewoo Shipbuilding & Marine Engineering	KRW	870	13	–
DB Insurance	KRW	650	26	–
DGB Financial Group	KRW	2,741	17	–
DL E&C	KRW	211	18	–
DL Holdings	KRW	168	7	–
Dongsuh	KRW	510	9	–
Doosan Bobcat	KRW	410	10	–
Doosan Heavy Industries & Construction	KRW	3,471	50	0.01
Ecopro BM	KRW	127	34	0.01
E-MART	KRW	309	31	0.01
Fila Holdings	KRW	798	20	–
GS Engineering & Construction	KRW	895	23	–
GS Holdings	KRW	890	25	–
GS Retail	KRW	360	7	–
Hana Financial Group	KRW	4,318	117	0.02
Hanjin Kal	KRW	315	11	–
Hankook Tire & Technology	KRW	1,114	30	0.01
Hanmi Pharm	KRW	98	16	–
Hanmi Science	KRW	83	3	–



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>South Korea 1.62% (1.68%) (continued)</b>				
Hanon Systems	KRW	2,500	24	–
Hanssem	KRW	120	8	–
Hanwha Aerospace	KRW	580	18	–
Hanwha Life Insurance	KRW	3,330	7	–
Hanwha Solutions	KRW	1,455	40	0.01
HDC Hyundai Development Co-Engineering & Construction 'E'	KRW	755	12	–
Helixmith	KRW	537	8	–
Hite Jinro	KRW	570	13	–
HLB	KRW	1,364	42	0.01
HMM	KRW	5,232	97	0.02
Hotel Shilla	KRW	490	28	0.01
HYBE	KRW	254	48	0.01
Hyundai Department Store	KRW	270	14	–
Hyundai Doosan Infracore	KRW	499	3	–
Hyundai Engineering & Construction	KRW	1,130	36	0.01
Hyundai Engineering & Construction Rights 22/10/2021	KRW	19	1	–
Hyundai Glovis	KRW	287	31	0.01
Hyundai Heavy Industries Holdings	KRW	770	31	0.01
Hyundai Marine & Fire Insurance	KRW	820	14	–
Hyundai Mipo Dockyard	KRW	316	13	–
Hyundai Mobis	KRW	961	160	0.02
Hyundai Motor	KRW	2,086	267	0.04
Hyundai Motor Preference	KRW	580	36	0.01
Hyundai Motor 2nd Preference	KRW	340	21	–
Hyundai Steel	KRW	1,164	34	0.01
Hyundai Wia	KRW	230	12	–
Industrial Bank of Korea	KRW	3,950	26	–
Kakao	KRW	4,090	306	0.05
Kangwon Land	KRW	1,470	26	–
KB Financial Group	KRW	4,040	138	0.02
KB Financial Group, ADR	USD	1,762	59	0.01
KCC	KRW	75	18	–
KEPCO Plant Service & Engineering	KRW	400	10	–
Kia	KRW	3,872	200	0.03
Korea Aerospace Industries	KRW	1,070	22	–
Korea Electric Power	KRW	2,950	42	0.01
Korea Electric Power, ADR	USD	2,080	15	–
Korea Gas	KRW	410	12	–
Korea Investment Holdings	KRW	600	32	0.01
Korea Shipbuilding & Offshore Engineering	KRW	669	40	0.01
Korea Zinc	KRW	148	54	0.01
Korean Air Lines	KRW	2,322	44	0.01
KT&G	KRW	1,630	82	0.01
Kumho Petrochemical	KRW	280	31	0.01
LG	KRW	1,267	74	0.01
LG Chem	KRW	686	353	0.05
LG Chem Preference	KRW	120	29	0.01
LG Display	KRW	3,570	40	0.01
LG Electronics	KRW	1,616	125	0.02
LG Electronics Preference	KRW	269	11	–
LG Household & Health Care	KRW	134	113	0.02
LG Household & Health Care Preference	KRW	30	12	–
LG Innotek	KRW	221	27	–
LG Uplus	KRW	3,390	30	0.01
Lotte	KRW	520	11	–
Lotte Chemical	KRW	230	34	0.01
Lotte Chilsung Beverage	KRW	51	5	–
LOTTE Fine Chemical	KRW	270	15	–
Lotte Shopping	KRW	185	12	–
LS	KRW	320	13	–
LX Holdings	KRW	614	3	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>South Korea 1.62% (1.68%) (continued)</b>				
Mando	KRW	379	15	–
Medytox	KRW	74	7	–
Mirae Asset Securities	KRW	4,607	25	–
Mirae Asset Securities Preference	KRW	1,600	5	–
NAVER	KRW	2,022	489	0.07
NCSOFT	KRW	253	94	0.02
Netmarble	KRW	260	19	–
NH Investment & Securities	KRW	1,870	15	–
NHN	KRW	200	9	–
NongShim	KRW	60	11	–
OCI	KRW	268	24	–
Orion	KRW	278	20	–
Ottogi	KRW	20	6	–
Paradise	KRW	690	8	–
Pearl Abyss	KRW	463	27	0.01
POSCO	KRW	700	141	0.02
POSCO, ADR	USD	1,104	56	0.01
POSCO Chemical	KRW	433	43	0.01
Posco International	KRW	940	13	–
S-1	KRW	290	15	–
Samsung Biologics	KRW	200	107	0.02
Samsung C&T	KRW	1,250	94	0.02
Samsung Card	KRW	510	11	–
Samsung Electro-Mechanics	KRW	860	86	0.01
Samsung Electronics	KRW	63,646	2,744	0.41
Samsung Electronics Preference	KRW	12,329	489	0.07
Samsung Electronics, GDR	USD	253	273	0.04
Samsung Engineering	KRW	2,530	40	0.01
Samsung Fire & Marine Insurance	KRW	492	73	0.01
Samsung Fire & Marine Insurance Preference	KRW	40	4	–
Samsung Heavy Industries	KRW	7,024	27	–
Samsung Heavy Industries Rights 29/10/2021	KRW	2,325	1	–
Samsung Life Insurance	KRW	1,010	44	0.01
Samsung SDI	KRW	785	344	0.05
Samsung SDS	KRW	500	48	0.01
Samsung Securities	KRW	943	27	0.01
Shin Poong Pharmaceutical	KRW	498	19	–
Shinhan Financial Group	KRW	7,541	181	0.03
Shinsegae	KRW	121	20	–
SillaJen	KRW	700	5	–
SK Biopharmaceuticals	KRW	246	15	–
SK Bioscience	KRW	298	43	0.01
SK Chemicals	KRW	135	27	–
SK Hynix	KRW	7,725	467	0.07
SK Innovation	KRW	808	128	0.02
SK Networks	KRW	2,780	9	–
SK Telecom	KRW	338	62	0.01
SK	KRW	484	78	0.01
SKC	KRW	290	28	0.01
S-Oil	KRW	610	40	0.01
SSANGYONG C&E	KRW	1,606	8	–
Woori Financial Group	KRW	7,912	58	0.01
Yuhan	KRW	748	29	0.01
			10,784	1.62
<b>Spain 0.70% (0.69%)</b>				
Acciona	EUR	330	42	0.01
ACS Actividades de Construcción y Servicios	EUR	3,662	69	0.01
Aena SME	EUR	1,064	130	0.02
Amadeus IT Group	EUR	6,304	319	0.05
Banco Bilbao Vizcaya Argentaria	EUR	99,353	486	0.07
Banco Santander	EUR	256,584	725	0.11

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Spain 0.70% (0.69%) (continued)</b>				
Bankinter	EUR	9,478	41	0.01
CaixaBank	EUR	64,408	145	0.02
Cellnex Telecom	EUR	9,105	407	0.06
EDP Renovaveis	EUR	2,550	47	0.01
Enagas	EUR	3,700	61	0.01
Endesa	EUR	4,789	75	0.01
Ferrovial	EUR	7,190	160	0.02
Grifols	EUR	5,000	87	0.01
Iberdrola	EUR	87,664	698	0.10
Industria de Diseno Textil	EUR	15,887	412	0.06
Inmobiliaria Colonial Socimi, REIT	EUR	5,340	38	0.01
Linea Directa Aseguradora SA Cia de Seguros y Reaseguros	EUR	9,478	14	–
Mapfre	EUR	16,717	25	–
Merlin Properties Socimi, REIT	EUR	5,440	43	0.01
Naturgy Energy Group	EUR	4,559	88	0.01
Red Electrica	EUR	6,514	97	0.01
Repsol	EUR	19,146	188	0.03
Siemens Gamesa Renewable Energy	EUR	3,491	61	0.01
Telefonica	EUR	73,303	236	0.04
			4,694	0.70
<b>Supranational 0.02% (0.01%)</b>				
Unibail-Rodamco-Westfield, REIT	EUR	2,091	111	0.02
			111	0.02
<b>Sweden 1.10% (1.04%)</b>				
Alfa Laval	SEK	4,626	129	0.02
Assa Abloy 'B'	SEK	13,915	299	0.04
Atlas Copco 'A'	SEK	9,454	442	0.07
Atlas Copco 'B'	SEK	5,709	227	0.03
Beijer Ref	SEK	3,668	55	0.01
Boliden	SEK	4,266	117	0.02
Castellum	SEK	2,970	56	0.01
Electrolux	SEK	3,390	5	–
Electrolux 'B'	SEK	3,390	53	0.01
Elekta 'B'	SEK	5,103	42	0.01
Epiroc 'A'	SEK	9,334	154	0.02
Epiroc 'B'	SEK	5,491	78	0.01
EQT	SEK	3,138	105	0.02
Essity 'B'	SEK	9,209	208	0.03
Evolution	SEK	2,424	282	0.04
Fastighets AB Balder 'B'	SEK	1,540	75	0.01
Getinge 'B'	SEK	3,373	106	0.02
H & M Hennes & Mauritz 'B'	SEK	13,382	189	0.03
Hexagon 'B'	SEK	26,648	306	0.05
Holmen 'B'	SEK	1,499	50	0.01
Husqvarna 'B'	SEK	6,099	54	0.01
ICA Gruppen	SEK	1,260	43	0.01
Industrivarden 'A'	SEK	3,240	76	0.01
Industrivarden 'C'	SEK	2,519	58	0.01
Indutrade	SEK	4,281	90	0.01
Investment AB Latour 'B'	SEK	1,900	47	0.01
Investor 'A'	SEK	7,947	132	0.02
Investor 'B'	SEK	27,478	458	0.07
Kinnevik 'B'	SEK	3,584	96	0.01
L E Lundbergforetagen 'B'	SEK	1,104	46	0.01
Lifco 'B'	SEK	3,550	74	0.01
Lundin Energy	SEK	2,717	79	0.01
Nibe Industrier 'B'	SEK	17,931	173	0.03
Saab 'B'	SEK	1,535	32	–
Sagax 'B'	SEK	2,625	70	0.01
Sandvik	SEK	16,274	290	0.04

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Sweden 1.10% (1.04%) (continued)</b>				
Securitas 'B'	SEK	4,980	60	0.01
Sinch	SEK	7,726	111	0.02
Skandinaviska Enskilda Banken 'A'	SEK	21,634	233	0.03
Skanska 'B'	SEK	5,575	103	0.01
SKF 'B'	SEK	5,969	110	0.02
Svenska Cellulosa 'A'	SEK	140	2	–
Svenska Cellulosa 'B'	SEK	9,057	105	0.02
Svenska Handelsbanken 'A'	SEK	22,441	198	0.03
Svenska Handelsbanken 'B'	SEK	580	6	–
Sweco 'B'	SEK	3,129	37	–
Swedbank 'A'	SEK	15,176	237	0.03
Swedish Match	SEK	23,104	153	0.02
Swedish Orphan Biovitrum	SEK	2,528	50	0.01
Tele2 'B'	SEK	7,761	84	0.01
Telefonaktiebolaget LM Ericsson 'A'	SEK	600	5	–
Telefonaktiebolaget LM Ericsson 'B'	SEK	45,465	404	0.06
Telia	SEK	38,592	118	0.02
Trelleborg 'B'	SEK	3,670	59	0.01
Volvo 'A'	SEK	3,134	54	0.01
Volvo 'B'	SEK	22,340	377	0.06
			7,302	1.10
<b>Switzerland 2.97% (3.18%)</b>				
ABB	CHF	25,387	634	0.10
Adecco Group	CHF	2,296	88	0.01
Alcon	CHF	6,878	393	0.06
Baloise Holding	CHF	672	76	0.01
Banque Cantonale Vaudoise	CHF	400	22	–
Barry Callebaut	CHF	48	82	0.01
BKW	CHF	271	25	–
Chocoladefabriken Lindt & Spruengli	CHF	15	130	0.02
Chocoladefabriken Lindt & Spruengli Registered Shares	CHF	2	178	0.03
Chubb	USD	6,490	869	0.13
Cie Financiere Richemont	CHF	7,640	664	0.10
Clariant	CHF	3,070	43	0.01
Credit Suisse Group	CHF	35,600	273	0.04
DKSH Holding	CHF	560	33	0.01
EMS-Chemie Holding	CHF	107	76	0.01
Flughafen Zurich	CHF	284	38	0.01
Garmin	USD	2,275	260	0.04
Geberit	CHF	504	280	0.04
Georg Fischer	CHF	60	66	0.01
Givaudan	CHF	139	461	0.07
Helvetia Holding	CHF	520	44	0.01
Holcim	CHF	8,239	289	0.04
Julius Baer Group	CHF	3,267	167	0.03
Kuehne + Nagel International	CHF	750	171	0.03
Logitech International	CHF	2,212	142	0.02
Lonza Group	CHF	1,101	621	0.09
Medmix	CHF	270	9	–
Nestle	CHF	41,980	3,788	0.57
Novartis	CHF	31,551	1,902	0.29
OC Oerlikon	CHF	2,796	22	–
Partners Group Holding	CHF	333	399	0.06
PSP Swiss Property	CHF	660	60	0.01
Roche Holding GENUSSCHEIN	CHF	10,330	2,910	0.44
Roche Holding BR	CHF	398	123	0.02
Schindler Holding	CHF	616	123	0.02
Schindler Holding Registered Shares	CHF	286	55	0.01
SGS	CHF	88	191	0.03
SIG Combibloc Group	CHF	5,014	99	0.02
Sika	CHF	2,120	519	0.08

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Switzerland 2.97% (3.18%) (continued)</b>				
Sonova Holding	CHF	795	225	0.03
Straumann Holding	CHF	151	214	0.03
Sulzer	CHF	270	19	–
Swatch Group	CHF	435	86	0.01
Swatch Group Registered Shares	CHF	650	25	–
Swiss Life Holding	CHF	473	180	0.03
Swiss Prime Site	CHF	1,135	84	0.01
Swiss Re	CHF	4,323	277	0.04
Swisscom	CHF	375	160	0.02
TE Connectivity	USD	4,906	524	0.08
Tecan Group	CHF	179	76	0.01
Temenos	CHF	915	82	0.01
UBS Group	CHF	49,325	617	0.09
VAT Group	CHF	385	124	0.02
Vifor Pharma	CHF	781	77	0.01
Zurich Insurance Group	CHF	2,225	687	0.10
			19,782	2.97
<b>Taiwan 1.90% (1.82%)</b>				
Accton Technology	TWD	8,000	51	0.01
Acer	TWD	48,000	31	0.01
Advantech	TWD	6,340	58	0.01
ASE Technology Holding	TWD	51,661	129	0.02
Asia Cement	TWD	37,491	44	0.01
Asustek Computer	TWD	11,000	95	0.01
AU Optronics, ADR	USD	13,021	59	0.01
Capital Securities	TWD	23,000	9	–
Catcher Technology	TWD	11,111	46	0.01
Cathay Financial Holding	TWD	117,645	178	0.03
Cathay Financial Holding, GDR	USD	759	11	–
Chang Hwa Commercial Bank	TWD	98,846	42	0.01
Cheng Shin Rubber Industry	TWD	27,733	25	–
Chicony Electronics	TWD	10,458	21	–
China Airlines	TWD	45,000	20	–
China Development Financial Holding	TWD	210,107	77	0.01
China Life Insurance	TWD	23,476	18	–
China Motor	TWD	6,000	11	–
China Steel	TWD	185,000	160	0.02
Chunghwa Telecom	TWD	50,000	144	0.02
Chunghwa Telecom, ADR	USD	724	21	–
Compal Electronics	TWD	68,000	42	0.01
CTBC Financial Holding	TWD	276,566	165	0.03
Delta Electronics	TWD	32,045	199	0.03
E.Sun Financial Holding	TWD	191,000	130	0.02
Eclat Textile	TWD	3,100	45	0.01
ENNOSTAR	TWD	8,500	16	–
Eternal Materials	TWD	17,931	17	–
Eva Airways	TWD	33,226	16	–
Evergreen Marine Corp. Taiwan	TWD	37,800	92	0.01
Far Eastern International Bank	TWD	36,955	10	–
Far Eastern New Century	TWD	58,683	45	0.01
Far EasTone Telecommunications	TWD	21,000	34	0.01
Feng TAY Enterprise	TWD	6,910	37	0.01
First Financial Holding	TWD	158,445	93	0.01
Formosa Chemicals & Fibre	TWD	53,005	114	0.02
Formosa Petrochemical	TWD	22,000	59	0.01
Formosa Plastics	TWD	73,746	219	0.03
Formosa Taffeta	TWD	19,000	15	–
Foxconn Technology	TWD	17,441	32	0.01
Fubon Financial Holding	TWD	97,878	191	0.03
Fubon Financial Holding, GDR	USD	2,721	53	0.01
Genius Electronic Optical	TWD	1,000	10	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Taiwan 1.90% (1.82%) (continued)</b>				
Giant Manufacturing	TWD	4,000	32	0.01
Globalwafers	TWD	3,000	59	0.01
Hiwin Technologies	TWD	4,243	33	0.01
Hon Hai Precision Industry	TWD	179,952	512	0.08
Hotai Motor	TWD	4,180	65	0.01
HTC	TWD	11,348	10	–
Hua Nan Financial Holdings	TWD	152,372	80	0.01
Innolux	TWD	131,428	55	0.01
Inventec	TWD	46,000	32	0.01
Largan Precision	TWD	1,580	82	0.01
Lite-On Technology	TWD	31,464	53	0.01
MediaTek	TWD	21,326	474	0.07
Mega Financial Holding	TWD	163,803	138	0.02
Micro-Star International	TWD	11,000	40	0.01
momo.com	TWD	300	13	–
Nan Ya Plastics	TWD	85,591	198	0.03
Nan Ya Printed Circuit Board	TWD	3,000	32	0.01
Nanya Technology	TWD	14,000	23	–
Nien Made Enterprise	TWD	2,000	20	–
Novatek Microelectronics	TWD	9,000	91	0.01
OBI Pharma	TWD	3,000	8	–
Oneness Biotech	TWD	5,000	28	–
Pegatron	TWD	15,000	26	–
Pegatron, GDR	USD	3,025	27	–
Pou Chen	TWD	43,000	37	0.01
Powertech Technology	TWD	11,000	28	–
President Chain Store	TWD	8,000	60	0.01
Quanta Computer	TWD	41,000	83	0.01
Realtek Semiconductor	TWD	2,000	24	–
Realtek Semiconductor, GDR	USD	1,271	62	0.01
Shanghai Commercial & Savings Bank	TWD	49,000	56	0.01
Shin Kong Financial Holding	TWD	203,858	51	0.01
Sino-American Silicon Products	TWD	8,000	38	0.01
SinoPac Financial Holdings	TWD	158,690	57	0.01
Synnex Technology International	TWD	20,650	28	–
Taishin Financial Holding	TWD	166,187	78	0.01
Taiwan Business Bank	TWD	80,365	20	–
Taiwan Cement	TWD	78,581	102	0.02
Taiwan Cooperative Financial Holding	TWD	147,133	85	0.01
Taiwan Fertilizer	TWD	11,000	19	–
Taiwan Glass Industry	TWD	21,000	15	–
Taiwan High Speed Rail	TWD	36,000	27	–
Taiwan Mobile	TWD	25,000	64	0.01
Taiwan Secom	TWD	4,105	11	–
Taiwan Semiconductor Manufacturing	TWD	321,000	4,995	0.75
Taiwan Semiconductor Manufacturing, ADR	USD	7,243	593	0.09
Teco Electric and Machinery	TWD	27,000	21	–
Transcend Information	TWD	5,000	9	–
U-Ming Marine Transport	TWD	3,000	5	–
Unimicron Technology	TWD	20,000	65	0.01
Uni-President Enterprises	TWD	72,791	129	0.02
United Microelectronics	TWD	103,000	158	0.02
United Microelectronics, ADR	USD	14,607	109	0.02
Vanguard International Semiconductor	TWD	14,000	52	0.01
Voltronic Power Technology	TWD	1,000	44	0.01
Walsin Lihwa	TWD	53,000	35	0.01
Walsin Technology	TWD	8,000	30	–
Wan Hai Lines	TWD	12,100	50	0.01
Win Semiconductors	TWD	6,000	47	0.01
Winbond Electronics	TWD	44,000	29	–
Wistron	TWD	40,987	31	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Taiwan 1.90% (1.82%) (continued)</b>				
Wiwynn	TWD	1,000	20	–
Yageo	TWD	7,000	76	0.01
Yang Ming Marine Transport	TWD	25,000	60	0.01
Yuanta Financial Holding	TWD	175,964	113	0.02
Yulon Motor	TWD	9,721	11	–
			12,642	1.90
<b>Thailand 0.26% (0.28%)</b>				
Advanced Info Service	THB	20,600	86	0.01
Airports of Thailand	THB	70,200	103	0.02
Bangkok Dusit Medical Services 'F'	THB	142,000	71	0.01
Bangkok Expressway & Metro	THB	142,400	28	–
Banpu	THB	66,700	19	–
Berli Jucker	THB	30,200	22	–
BTS Group Holdings	THB	136,900	29	0.01
BTS Group Holdings Warrant 07/11/2024 <sup>^</sup>	THB	13,690	–	–
BTS Group Holdings Warrant 20/11/2026 <sup>^</sup>	THB	27,380	–	–
Bumrungrad Hospital	THB	5,400	17	–
Central Pattana	THB	50,000	63	0.01
Charoen Pokphand Foods	THB	54,600	30	0.01
CP ALL	THB	78,800	112	0.02
Delta Electronics Thailand	THB	4,200	41	0.01
Digital Telecommunications Infrastructure Fund 'F'	THB	91,900	27	–
Electricity Generating	THB	4,200	16	–
Energy Absolute	THB	27,100	38	0.01
Finance One Public <sup>^</sup>	USD	6,000	–	–
Global Power Synergy 'F'	THB	14,700	24	–
Gulf Energy Development	THB	70,400	66	0.01
Home Product Center	THB	100,800	31	0.01
Indorama Ventures	THB	26,900	26	–
Intouch Holdings 'F'	THB	21,100	34	0.01
IRPC	THB	159,200	16	–
Kasikornbank	THB	22,800	71	0.01
Krung Thai Bank	THB	123,100	31	0.01
Krungthai Card	THB	19,900	24	–
Land & Houses	THB	128,300	23	–
Minor International	THB	65,858	48	0.01
Muangthai Capital	THB	10,300	14	–
Osotspa	THB	24,700	18	–
PTT	THB	228,400	196	0.03
PTT Exploration & Production	THB	20,889	56	0.01
PTT Global Chemical	THB	30,500	43	0.01
Ratch Group	THB	16,600	17	–
Siam Cement	THB	13,700	119	0.02
Siam Commercial Bank	THB	35,200	95	0.02
Sri Trang Gloves Thailand	THB	14,700	10	–
Srisawad	THB	9,600	13	–
Thai Oil	THB	18,000	23	–
TMBThanachart Bank	THB	606,437	15	–
Total Access Communication, NVDR	THB	11,300	10	–
True	THB	177,900	17	–
			1,742	0.26
<b>Turkey 0.04% (0.05%)</b>				
Akbank	TRY	44,890	18	–
Anadolu Efes Biracilik ve Malt Sanayi	TRY	1,000	2	–
Arçelik	TRY	2,430	6	–
Aselsan Elektronik Sanayi ve Ticaret	TRY	7,133	9	–
BİM Birlesik Magazalar	TRY	6,218	30	0.01
Enka Insaat ve Sanayi	TRY	11,503	9	–
Eregli Demir ve Celik Fabrikalari	TRY	22,317	31	0.01
Ford Otomotiv Sanayi	TRY	950	13	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Turkey 0.04% (0.05%) (continued)</b>				
Haci Omer Sabanci Holding	TRY	15,080	12	–
KOC Holding	TRY	13,177	22	–
Petkim Petrokimya Holding	TRY	5,060	2	–
TAV Havalimanlari Holding	TRY	4,700	10	–
Turk Hava Yollari AO	TRY	9,261	10	–
Turkcell Iletisim Hizmetleri	TRY	23,150	28	0.01
Türkiye Garanti Bankasi	TRY	35,280	25	0.01
Türkiye Is Bankasi 'C'	TRY	26,680	11	–
Türkiye Petrol Rafinerileri	TRY	1,880	19	–
Türkiye Sise ve Cam Fabrikalari	TRY	20,000	13	–
Yapi ve Kredi Bankasi	TRY	26,028	5	–
			275	0.04
<b>United Kingdom 0.18% (0.14%)</b>				
Atlassian 'A'	USD	1,980	586	0.09
Coca-Cola Europacific Partners	USD	2,965	119	0.02
Liberty Global 'A'	USD	2,453	52	0.01
Liberty Global 'C'	USD	5,172	111	0.02
Nielsen Holdings	USD	5,292	76	0.01
Royalty Pharma 'A'	USD	4,960	134	0.02
Sensata Technologies Holding	USD	2,335	99	0.01
TechnipFMC	EUR	7,144	41	–
			1,218	0.18
<b>United States of America 62.03% (61.75%)</b>				
3M	USD	8,636	1,133	0.17
Abbott Laboratories	USD	25,851	2,211	0.33
AbbVie	USD	26,293	2,083	0.31
ABIOMED	USD	655	164	0.02
Activision Blizzard	USD	11,465	635	0.10
Adobe	USD	7,146	3,157	0.47
Advance Auto Parts	USD	992	155	0.02
Advanced Micro Devices	USD	18,078	1,473	0.22
AES	USD	10,155	179	0.03
Aflac	USD	9,813	395	0.06
Agilent Technologies	USD	4,569	507	0.08
AGNC Investment, REIT	USD	7,727	91	0.01
Air Products and Chemicals	USD	3,292	690	0.10
Akamai Technologies	USD	2,404	184	0.03
Albemarle	USD	1,593	268	0.04
Alexandria Real Estate Equities, REIT	USD	2,282	333	0.05
Align Technology	USD	1,173	510	0.08
Alleghany	USD	201	96	0.01
Alliant Energy	USD	3,850	157	0.02
Allstate	USD	4,370	403	0.06
Ally Financial	USD	5,471	212	0.03
Alnylam Pharmaceuticals	USD	1,780	271	0.04
Alphabet 'A'	USD	4,480	9,196	1.38
Alphabet 'C'	USD	4,180	8,598	1.29
Altice USA 'A'	USD	3,213	42	0.01
Altria Group	USD	27,647	979	0.15
Amazon.com	USD	6,465	15,519	2.33
AMC Entertainment Holdings 'A'	USD	7,689	224	0.03
Ameren	USD	3,742	228	0.03
American Airlines Group	USD	1,840	26	–
American Electric Power	USD	7,458	456	0.07
American Express	USD	9,586	1,196	0.18
American International Group	USD	12,762	536	0.08
American Tower, REIT	USD	6,744	1,314	0.20
American Water Works	USD	2,705	337	0.05
Ameriprise Financial	USD	1,750	364	0.05
AmerisourceBergen	USD	2,173	190	0.03



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
AMETEK	USD	3,440	321	0.05
Amgen	USD	8,449	1,271	0.19
Amphenol 'A'	USD	8,764	487	0.07
Analog Devices	USD	8,007	980	0.15
Annaly Capital Management, REIT	USD	21,256	132	0.02
ANSYS	USD	1,305	341	0.05
Anthem	USD	3,655	1,039	0.16
Apple	USD	233,860	24,458	3.67
Applied Materials	USD	13,666	1,313	0.20
Aramark	USD	3,470	92	0.01
Archer-Daniels-Midland	USD	8,301	387	0.06
Arista Networks	USD	910	262	0.04
Arrow Electronics	USD	1,040	90	0.01
Arthur J Gallagher	USD	2,940	346	0.05
Assurant	USD	882	105	0.02
AT&T	USD	106,305	1,981	0.30
Atmos Energy	USD	1,950	133	0.02
Autodesk	USD	3,312	697	0.10
Autoliv	USD	1,295	90	0.01
Automatic Data Processing	USD	6,347	963	0.14
AutoZone	USD	319	399	0.06
AvalonBay Communities, REIT	USD	2,070	350	0.05
Avangrid	USD	980	38	0.01
Avantor	USD	8,562	234	0.04
Avery Dennison	USD	1,227	185	0.03
Baker Hughes	USD	9,829	192	0.03
Ball	USD	4,763	319	0.05
Bank of America	USD	110,246	3,614	0.54
Bank of New York Mellon	USD	11,974	493	0.07
Bath & Body Works	USD	3,659	175	0.03
Baxter International	USD	7,556	439	0.07
Becton Dickinson	USD	4,240	748	0.11
Ben Franklin Retail Stores^	USD	50	–	–
Berkshire Hathaway 'A'	USD	6	1,849	0.28
Berkshire Hathaway 'B'	USD	19,075	3,908	0.59
Best Buy	USD	3,540	290	0.04
Biogen	USD	2,200	457	0.07
BioMarin Pharmaceutical	USD	2,724	154	0.02
Bio-Rad Laboratories 'A'	USD	320	168	0.03
Bio-Techne	USD	581	210	0.03
BlackRock	USD	2,141	1,390	0.21
Blackstone 'A'	USD	8,689	771	0.12
Boeing	USD	8,002	1,265	0.19
Booking Holdings	USD	610	1,107	0.17
BorgWarner	USD	3,603	126	0.02
Boston Properties, REIT	USD	2,373	201	0.03
Boston Scientific	USD	21,261	669	0.10
Bristol-Myers Squibb	USD	33,374	1,401	0.21
Broadcom	USD	5,942	2,151	0.32
Broadridge Financial Solutions	USD	1,731	224	0.03
Brown & Brown	USD	3,458	159	0.02
Brown-Forman 'B'	USD	2,694	136	0.02
Burlington Stores	USD	977	192	0.03
Cadence Design Systems	USD	4,117	471	0.07
Caesars Entertainment	USD	3,042	253	0.04
Campbell Soup	USD	3,066	92	0.01
Capital One Financial	USD	6,580	795	0.12
Cardinal Health	USD	4,309	152	0.02
CarMax	USD	2,414	238	0.04
Carrier Global	USD	12,943	499	0.07
Carvana	USD	1,177	243	0.04

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
Catalent	USD	2,469	232	0.03
Caterpillar	USD	8,240	1,165	0.17
Cboe Global Markets	USD	1,506	139	0.02
CBRE Group 'A'	USD	5,009	368	0.06
CDW	USD	2,029	262	0.04
Celanese	USD	1,637	194	0.03
Centene	USD	8,651	398	0.06
CenterPoint Energy	USD	8,724	169	0.03
Ceridian HCM Holding	USD	1,970	176	0.03
Cerner	USD	4,511	235	0.04
CF Industries Holdings	USD	3,115	137	0.02
CH Robinson Worldwide	USD	1,962	134	0.02
Charles River Laboratories International	USD	748	221	0.03
Charles Schwab	USD	22,582	1,284	0.19
Charter Communications 'A'	USD	1,905	975	0.15
Cheniere Energy	USD	3,521	271	0.04
Chevron	USD	28,792	2,279	0.34
Chipotle Mexican Grill	USD	418	560	0.08
Church & Dwight	USD	3,626	220	0.03
Cigna	USD	4,961	733	0.11
Cincinnati Financial	USD	2,216	191	0.03
Cintas	USD	1,294	392	0.06
Cisco Systems	USD	62,902	2,546	0.38
Citigroup	USD	30,149	1,553	0.23
Citizens Financial Group	USD	6,345	221	0.03
Citrix Systems	USD	1,822	127	0.02
Clorox	USD	1,848	220	0.03
Cloudflare 'A'	USD	3,735	449	0.07
CME Group	USD	5,401	814	0.12
CMS Energy	USD	4,282	190	0.03
CNA Financial	USD	400	13	—
Coca-Cola	USD	57,785	2,295	0.34
Cognizant Technology Solutions 'A'	USD	7,893	445	0.07
Colgate-Palmolive	USD	12,516	697	0.10
Comcast 'A'	USD	67,888	2,666	0.40
Comerica	USD	1,958	117	0.02
Commerce Bancshares	USD	1,694	87	0.01
Conagra Brands	USD	6,948	171	0.03
ConocoPhillips	USD	20,067	1,078	0.16
Consolidated Edison	USD	5,155	284	0.04
Constellation Brands 'A'	USD	2,416	387	0.06
Cooper	USD	718	210	0.03
Copart	USD	3,093	326	0.05
Corning	USD	11,285	309	0.05
Corteva	USD	10,956	346	0.05
CoStar Group	USD	5,799	389	0.06
Costco Wholesale	USD	6,580	2,157	0.32
Coterra Energy	USD	5,910	89	0.01
Coupa Software	USD	1,080	202	0.03
CrowdStrike Holdings 'A'	USD	2,957	593	0.09
Crown Castle International, REIT	USD	6,401	798	0.12
CSX	USD	34,092	829	0.12
Cummins	USD	2,181	379	0.06
CVS Health	USD	19,697	1,212	0.18
Danaher	USD	9,437	2,063	0.31
Darden Restaurants	USD	1,946	213	0.03
Datadog 'A'	USD	3,368	376	0.06
DaVita	USD	1,023	83	0.01
Deere	USD	4,207	1,009	0.15
Dell Technologies 'C'	USD	4,065	314	0.05
Delta Air Lines	USD	2,315	69	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
DENTSPLY SIRONA	USD	3,370	140	0.02
Devon Energy	USD	10,113	293	0.04
Dexcom	USD	1,430	577	0.09
Diamondback Energy	USD	2,755	218	0.03
Digital Realty Trust, REIT	USD	4,198	455	0.07
Discover Financial Services	USD	4,433	409	0.06
Discovery 'A'	USD	2,503	46	0.01
Discovery 'C'	USD	4,766	84	0.01
DISH Network 'A'	USD	3,780	120	0.02
DocuSign	USD	2,726	518	0.08
Dollar General	USD	3,505	543	0.08
Dollar Tree	USD	3,462	248	0.04
Dominion Energy	USD	12,089	648	0.10
Domino's Pizza	USD	541	188	0.03
DoorDash 'A'	USD	2,113	326	0.05
Dover	USD	2,132	252	0.04
Dow	USD	11,085	474	0.07
DR Horton	USD	4,990	317	0.05
DraftKings 'A'	USD	4,608	165	0.02
DT Midstream	USD	1,492	54	0.01
DTE Energy	USD	2,856	239	0.04
Duke Energy	USD	11,487	849	0.13
Duke Realty, REIT	USD	5,740	221	0.03
DuPont de Nemours	USD	7,758	405	0.06
Eastman Chemical	USD	2,100	164	0.02
eBay	USD	9,640	524	0.08
Ecolab	USD	3,725	594	0.09
Edison International	USD	5,650	233	0.04
Edwards Lifesciences	USD	9,179	745	0.11
Elanco Animal Health	USD	6,636	157	0.02
Electronic Arts	USD	4,201	415	0.06
Eli Lilly	USD	12,615	2,172	0.33
Emerson Electric	USD	8,931	615	0.09
Enphase Energy	USD	2,012	254	0.04
Entergy	USD	3,006	226	0.03
EOG Resources	USD	8,781	579	0.09
EPAM Systems	USD	807	358	0.05
Equifax	USD	1,827	347	0.05
Equinix, REIT	USD	1,328	744	0.11
Equitable Holdings	USD	5,441	128	0.02
Equity LifeStyle Properties, REIT	USD	2,566	157	0.02
Equity Residential, REIT	USD	5,568	345	0.05
Essex Property Trust, REIT	USD	980	239	0.04
Estee Lauder 'A'	USD	3,414	794	0.12
Etsy	USD	1,820	286	0.04
Eversource Energy	USD	3,510	162	0.02
Exact Sciences	USD	5,152	329	0.05
Exelon	USD	2,604	185	0.03
Expedia Group	USD	14,541	530	0.08
Expedia Group	USD	2,079	255	0.04
Expeditors International of Washington	USD	2,570	221	0.03
Extra Space Storage, REIT	USD	1,999	267	0.04
Exxon Mobil	USD	63,038	2,844	0.43
F5 Networks	USD	910	135	0.02
Facebook 'A'	USD	35,644	8,518	1.28
FactSet Research Systems	USD	560	169	0.03
Fair Isaac	USD	422	125	0.02
Fastenal	USD	8,547	346	0.05
Federal Realty Investment Trust, REIT	USD	1,126	101	0.02
FedEx	USD	3,675	608	0.09
Fidelity National Financial	USD	4,078	145	0.02

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
Fidelity National Information Services	USD	9,206	815	0.12
Fifth Third Bancorp	USD	10,183	321	0.05
First Horizon <sup>^</sup>	USD	91,087	–	–
First Republic Bank	USD	2,580	395	0.06
FirstEnergy	USD	8,159	217	0.03
Fiserv	USD	8,883	696	0.10
FleetCor Technologies	USD	1,219	231	0.03
FMC	USD	1,898	126	0.02
Ford Motor	USD	58,850	662	0.10
Fortinet	USD	2,011	459	0.07
Fortive	USD	4,695	247	0.04
Fortune Brands Home & Security	USD	2,125	147	0.02
Fox 'A'	USD	4,742	146	0.02
Fox 'B'	USD	2,262	65	0.01
Franklin Resources	USD	4,080	89	0.01
Freeport-McMoRan	USD	21,704	586	0.09
Gartner	USD	1,249	282	0.04
Generac Holdings	USD	920	290	0.04
General Electric	USD	16,342	1,221	0.18
General Mills	USD	9,041	410	0.06
General Motors	USD	20,425	857	0.13
Gentex	USD	3,680	99	0.01
Genuine Parts	USD	2,097	194	0.03
Gilead Sciences	USD	18,661	925	0.14
Global Payments	USD	4,403	496	0.07
Globe Life	USD	1,506	105	0.02
GoDaddy 'A'	USD	2,560	131	0.02
Goldman Sachs Group	USD	4,930	1,403	0.21
GXO Logistics	USD	1,354	80	0.01
Halliburton	USD	13,155	237	0.04
Hartford Financial Services Group	USD	5,122	270	0.04
Hasbro	USD	1,910	127	0.02
HCA Healthcare	USD	3,742	660	0.10
Healthpeak Properties, REIT	USD	8,182	205	0.03
HEICO	USD	640	65	0.01
HEICO 'A'	USD	1,156	103	0.02
Henry Schein	USD	2,130	122	0.02
Hershey	USD	2,187	290	0.04
Hess	USD	4,155	272	0.04
Hewlett Packard Enterprise	USD	19,790	217	0.03
Hilton Worldwide Holdings	USD	4,118	424	0.06
Hologic	USD	3,758	192	0.03
Home Depot	USD	15,833	3,962	0.59
Honeywell International	USD	10,339	1,644	0.25
Hormel Foods	USD	4,400	137	0.02
Host Hotels & Resorts, REIT	USD	10,586	127	0.02
Howmet Aerospace	USD	5,845	131	0.02
HP	USD	17,794	356	0.05
HubSpot	USD	629	361	0.05
Humana	USD	1,920	608	0.09
Huntington Bancshares	USD	21,639	253	0.04
Huntington Ingalls Industries	USD	575	87	0.01
IAC/InterActiveCorp	USD	1,131	124	0.02
IDEX	USD	1,142	177	0.03
IDEXX Laboratories	USD	1,260	577	0.09
Illinois Tool Works	USD	4,714	759	0.11
Illumina	USD	2,166	643	0.10
Incyte	USD	2,723	130	0.02
Ingersoll Rand	USD	5,265	200	0.03
Insulet	USD	976	216	0.03
Intel	USD	60,161	2,360	0.35

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
Intercontinental Exchange	USD	8,364	783	0.12
International Business Machines	USD	13,345	1,392	0.21
International Flavors & Fragrances	USD	3,706	400	0.06
International Paper	USD	5,824	236	0.04
Interpublic Group	USD	5,771	160	0.02
Intuit	USD	3,812	1,508	0.23
Intuitive Surgical	USD	5,292	1,274	0.19
Invitation Homes, REIT	USD	8,531	250	0.04
IPG Photonics	USD	570	67	0.01
IQVIA Holdings	USD	2,841	510	0.08
Iron Mountain, REIT	USD	4,453	145	0.02
J M Smucker	USD	1,576	140	0.02
Jack Henry & Associates	USD	1,130	138	0.02
Jacobs Engineering Group	USD	1,889	185	0.03
JB Hunt Transport Services	USD	1,300	166	0.02
Johnson & Johnson	USD	39,232	4,569	0.69
JPMorgan Chase	USD	44,210	5,258	0.79
Juniper Networks	USD	4,798	101	0.02
Kansas City Southern	USD	1,356	288	0.04
Kellogg	USD	3,720	168	0.03
Keurig Dr Pepper	USD	10,321	267	0.04
KeyCorp	USD	14,059	238	0.04
Keysight Technologies	USD	2,744	336	0.05
Kimberly-Clark	USD	5,072	492	0.07
Kimco Realty, REIT	USD	8,712	142	0.02
Kinder Morgan	USD	29,259	391	0.06
KKR	USD	8,260	401	0.06
KLA	USD	2,304	553	0.08
Kraft Heinz	USD	9,808	266	0.04
Kroger	USD	11,180	318	0.05
L3Harris Technologies	USD	2,971	512	0.08
Laboratory Corp. of America Holdings	USD	1,450	291	0.04
Lam Research	USD	2,127	879	0.13
Lamb Weston Holdings	USD	2,229	94	0.01
Las Vegas Sands	USD	5,075	149	0.02
Lear	USD	910	116	0.02
Leidos Holdings	USD	2,110	153	0.02
Lennar 'A'	USD	4,040	289	0.04
Lennar 'B'	USD	247	14	–
Liberty Broadband 'A'	USD	391	47	0.01
Liberty Broadband 'C'	USD	2,137	261	0.04
Liberty Media Corp-Liberty SiriusXM 'A'	USD	1,345	48	0.01
Liberty Media Corp-Liberty SiriusXM 'C'	USD	2,543	90	0.01
Lincoln National	USD	2,792	148	0.02
Live Nation Entertainment	USD	1,978	144	0.02
LKQ	USD	4,132	164	0.02
Loews	USD	3,269	136	0.02
Lowe's	USD	10,524	1,657	0.25
Lululemon Athletica	USD	1,713	507	0.08
Lumen Technologies	USD	16,406	146	0.02
Lyft 'A'	USD	4,162	153	0.02
M&T Bank	USD	1,891	208	0.03
Marathon Petroleum	USD	9,446	458	0.07
Markel	USD	203	192	0.03
MarketAxess Holdings	USD	553	162	0.02
Marriott International 'A'	USD	4,085	461	0.07
Marriott International 'A' Franc Shares	USD	92,449	–	–
Marsh & McLennan	USD	7,549	882	0.13
Martin Marietta Materials	USD	939	248	0.04
Marvell Technology	USD	11,999	570	0.09
Masco	USD	3,765	160	0.02

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
Masimo	USD	736	153	0.02
Mastercard 'A'	USD	13,027	3,265	0.49
Match Group	USD	4,010	458	0.07
McCormick, (Non-Voting)	USD	3,711	217	0.03
McDonald's	USD	11,114	1,977	0.30
McKesson	USD	2,293	339	0.05
MercadoLibre	USD	680	753	0.11
Merck	USD	37,701	2,148	0.32
MetLife	USD	10,757	513	0.08
Mettler-Toledo International	USD	345	351	0.05
MGM Resorts International	USD	5,946	210	0.03
Microchip Technology	USD	7,410	391	0.06
Micron Technology	USD	16,719	825	0.12
Microsoft	USD	112,257	24,718	3.71
Mid-America Apartment Communities, REIT	USD	1,694	245	0.04
Moderna	USD	5,033	1,215	0.18
Mohawk Industries	USD	854	115	0.02
Molson Coors Beverage 'B'	USD	2,571	87	0.01
Mondelez International 'A'	USD	20,724	914	0.14
MongoDB	USD	930	331	0.05
Monolithic Power Systems	USD	670	234	0.04
Monster Beverage	USD	5,499	342	0.05
Moody's	USD	2,432	655	0.10
Morgan Stanley	USD	20,836	1,532	0.23
Motorola Solutions	USD	2,494	445	0.07
MSCI	USD	1,193	531	0.08
Nasdaq	USD	1,717	251	0.04
NetApp	USD	3,337	224	0.03
Netflix	USD	6,429	2,964	0.44
Newell Brands	USD	5,831	96	0.01
Newmont	USD	12,055	507	0.08
News 'A'	USD	5,686	100	0.02
News 'B'	USD	2,078	37	0.01
NextEra Energy	USD	29,176	1,729	0.26
NIKE 'B'	USD	18,437	2,108	0.32
NiSource	USD	6,072	110	0.02
Norfolk Southern	USD	3,761	738	0.11
Northern Trust	USD	2,919	255	0.04
NortonLifeLock	USD	8,129	150	0.02
NRG Energy	USD	3,730	113	0.02
Nucor	USD	4,346	320	0.05
NVIDIA	USD	35,626	5,636	0.85
NVR	USD	48	174	0.03
Occidental Petroleum	USD	12,756	297	0.04
Okta	USD	1,810	337	0.05
Old Dominion Freight Line	USD	1,520	327	0.05
Omnicom Group	USD	3,210	179	0.03
ONEOK	USD	6,668	313	0.05
Oracle	USD	25,078	1,739	0.26
O'Reilly Automotive	USD	1,011	460	0.07
Organon	USD	3,845	94	0.01
Otis Worldwide	USD	6,438	391	0.06
PACCAR	USD	5,111	322	0.05
Packaging Corp. of America	USD	1,409	143	0.02
Palantir Technologies 'A'	USD	24,368	431	0.06
Palo Alto Networks	USD	1,420	520	0.08
Parker-Hannifin	USD	1,906	408	0.06
Paychex	USD	4,769	412	0.06
Paycom Software	USD	770	293	0.04
PayPal Holdings	USD	17,494	3,391	0.51
Peloton Interactive 'A'	USD	3,861	241	0.04

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
PepsiCo	USD	20,564	2,382	0.36
PerkinElmer	USD	1,691	209	0.03
Pfizer	USD	83,096	2,518	0.38
PG&E	USD	20,117	157	0.02
Philip Morris International	USD	23,169	1,666	0.25
Phillips 66	USD	6,479	387	0.06
Pinnacle West Capital	USD	1,710	84	0.01
Pinterest 'A'	USD	8,123	310	0.05
Pioneer Natural Resources	USD	3,245	452	0.07
Plug Power	USD	7,633	177	0.03
PNC Financial Services Group	USD	6,306	929	0.14
Pool	USD	594	196	0.03
PPG Industries	USD	3,555	411	0.06
PPL	USD	11,434	239	0.04
Principal Financial Group	USD	4,015	200	0.03
Procter & Gamble	USD	36,250	3,799	0.57
Progressive	USD	8,670	568	0.09
Prologis, REIT	USD	10,957	1,082	0.16
Prudential Financial	USD	5,725	457	0.07
PTC	USD	1,564	140	0.02
Public Service Enterprise Group	USD	7,566	338	0.05
Public Storage, REIT	USD	2,242	532	0.08
PulteGroup	USD	3,909	140	0.02
Qorvo	USD	1,675	201	0.03
QUALCOMM	USD	16,855	1,578	0.24
Quest Diagnostics	USD	1,796	186	0.03
Raymond James Financial	USD	2,700	193	0.03
Raytheon Technologies	USD	22,624	1,468	0.22
Realty Income, REIT	USD	5,596	283	0.04
Regency Centers, REIT	USD	2,499	128	0.02
Regeneron Pharmaceuticals	USD	1,501	607	0.09
Regions Financial	USD	14,573	235	0.04
Republic Services	USD	3,158	296	0.04
ResMed	USD	2,159	400	0.06
RingCentral 'A'	USD	1,191	205	0.03
Robert Half International	USD	1,628	128	0.02
Rockwell Automation	USD	1,719	388	0.06
Roku	USD	1,725	413	0.06
Rollins	USD	3,312	90	0.01
Roper Technologies	USD	1,562	526	0.08
Ross Stores	USD	5,311	418	0.06
S&P Global	USD	3,597	1,157	0.17
salesforce.com	USD	13,809	2,914	0.44
Santander Consumer USA Holdings	USD	1,020	31	–
SBA Communications, REIT	USD	1,614	384	0.06
Seagen	USD	1,991	246	0.04
SEI Investments	USD	1,562	70	0.01
Sempra Energy	USD	4,419	412	0.06
Sempra Energy	MXN	287	25	–
ServiceNow	USD	2,944	1,398	0.21
Sherwin-Williams	USD	3,639	774	0.12
Simon Property Group, REIT	USD	4,894	496	0.07
Sirius XM Holdings	USD	12,830	56	0.01
Skyworks Solutions	USD	2,439	284	0.04
Snap-on	USD	820	131	0.02
Snowflake 'A'	USD	2,937	709	0.11
SolarEdge Technologies	USD	743	165	0.02
Southern	USD	15,711	723	0.11
Southern Copper	USD	1,301	60	0.01
Southwest Airlines	USD	2,212	83	0.01
Splunk	USD	2,470	296	0.04

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
Square 'A'	USD	5,831	1,050	0.16
SS&C Technologies Holdings	USD	3,350	174	0.03
Stanley Black & Decker	USD	2,397	313	0.05
Starbucks	USD	17,529	1,427	0.21
State Street	USD	5,179	346	0.05
Steel Dynamics	USD	3,020	135	0.02
Stryker	USD	5,201	998	0.15
Sun Communities, REIT	USD	1,633	232	0.03
SVB Financial Group	USD	784	390	0.06
Sylvamo	USD	529	11	–
Synchrony Financial	USD	8,406	303	0.05
Synopsys	USD	2,279	505	0.08
Sysco	USD	7,222	432	0.06
T Rowe Price Group	USD	3,387	486	0.07
Take-Two Interactive Software	USD	1,716	211	0.03
Target	USD	7,422	1,307	0.20
Teladoc Health	USD	2,237	223	0.03
Teledyne Technologies	USD	701	218	0.03
Teleflex	USD	689	183	0.03
Teradyne	USD	2,487	204	0.03
Tesla	USD	11,874	7,066	1.06
Texas Instruments	USD	13,746	1,926	0.29
Thermo Fisher Scientific	USD	5,848	2,456	0.37
TJX	USD	17,989	839	0.13
T-Mobile US	USD	8,796	763	0.11
Tractor Supply	USD	1,723	247	0.04
Trade Desk 'A'	USD	6,300	353	0.05
TransDigm Group	USD	773	357	0.05
TransUnion	USD	2,865	240	0.04
Travelers	USD	3,732	425	0.06
Trimble	USD	3,764	229	0.03
Truist Financial	USD	20,041	884	0.13
Twilio 'A'	USD	2,435	633	0.10
Twitter	USD	11,725	539	0.08
Tyler Technologies	USD	610	222	0.03
Tyson Foods 'A'	USD	4,265	247	0.04
Uber Technologies	USD	23,974	825	0.12
UDR, REIT	USD	4,342	174	0.03
Ulta Beauty	USD	817	240	0.04
Union Pacific	USD	9,701	1,563	0.23
United Airlines Holdings	USD	1,050	37	0.01
United Parcel Service 'B'	USD	10,810	1,505	0.23
United Rentals	USD	1,070	274	0.04
UnitedHealth Group	USD	14,007	4,282	0.64
Unity Software	USD	2,221	228	0.03
Universal Health Services 'B'	USD	1,120	106	0.02
US Bancorp	USD	20,027	875	0.13
Vail Resorts	USD	586	143	0.02
Valero Energy	USD	6,138	354	0.05
Veeva Systems 'A'	USD	2,039	457	0.07
Ventas, REIT	USD	5,689	231	0.03
VEREIT, REIT	USD	3,345	119	0.02
VeriSign	USD	1,470	228	0.03
Verisk Analytics	USD	2,364	364	0.05
Verizon Communications	USD	61,679	2,330	0.35
Vertex Pharmaceuticals	USD	3,902	516	0.08
VF	USD	4,846	259	0.04
ViacomCBS 'B'	USD	8,245	237	0.04
Viatis	USD	17,902	176	0.03
Vimeo	USD	1,836	43	0.01
Visa 'A'	USD	25,204	4,127	0.62



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 62.03% (61.75%) (continued)</b>				
Vistra	USD	6,978	99	0.01
VMware 'A'	USD	1,185	131	0.02
Vornado Realty Trust, REIT	USD	2,549	83	0.01
Voya Financial	USD	1,709	85	0.01
Vulcan Materials	USD	1,997	256	0.04
W R Berkley	USD	2,135	120	0.02
Walgreens Boots Alliance	USD	10,775	398	0.06
Walmart	USD	21,350	2,172	0.33
Walt Disney	USD	27,032	3,431	0.51
Waste Management	USD	6,268	720	0.11
Waters	USD	910	228	0.03
Wayfair 'A'	USD	1,113	196	0.03
WEC Energy Group	USD	4,736	310	0.05
Wells Fargo	USD	61,563	2,029	0.30
Welltower, REIT	USD	6,256	382	0.06
West Pharmaceutical Services	USD	1,102	327	0.05
Western Digital	USD	4,598	189	0.03
Western Union	USD	6,340	96	0.01
Westinghouse Air Brake Technologies	USD	2,698	179	0.03
Westlake Chemical	USD	530	38	0.01
Westrock	USD	3,799	136	0.02
Weyerhaeuser, REIT	USD	11,328	309	0.05
Whirlpool	USD	940	140	0.02
Williams	USD	18,273	390	0.06
Workday 'A'	USD	2,694	531	0.08
WP Carey, REIT	USD	2,660	150	0.02
WW Grainger	USD	679	211	0.03
Wynn Resorts	USD	1,466	98	0.01
Xcel Energy	USD	7,989	380	0.06
Xilinx	USD	3,680	444	0.07
XPO Logistics	USD	1,354	77	0.01
Xylem	USD	2,691	242	0.04
Yum China Holdings	USD	6,200	269	0.04
Yum! Brands	USD	4,455	405	0.06
Zebra Technologies 'A'	USD	801	298	0.04
Zendesk	USD	1,754	159	0.02
Zillow Group 'A'	USD	868	60	0.01
Zillow Group 'C'	USD	2,501	174	0.03
Zimmer Biomet Holdings	USD	3,103	329	0.05
Zions Bancorp	USD	2,359	108	0.02
Zoetis	USD	7,059	1,029	0.15
Zoom Video Communications 'A'	USD	3,185	618	0.09
Zscaler	USD	1,135	242	0.04
			413,674	62.03
<b>Equities total</b>			<b>656,330</b>	<b>98.42</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Forward Currency Contracts 0.00% (0.00%)</b>				
Buy USD 5,479,300 sell GBP 4,000,000 dated 20/10/2021			(14)	–
<b>Forward Currency Contracts total</b>			<b>(14)</b>	<b>–</b>
<b>Futures 0.02% (0.02%)</b>				
S&P 500 Emini Index 17/12/2021	USD	56	146	0.02
<b>Futures total</b>			<b>146</b>	<b>0.02</b>
<b>Liquidity Funds 0.65% (0.07%)</b>				
Aviva Investors US Dollar Liquidity Fund Class 3, Income shares, USD <sup>†</sup>	USD	6,000,000	4,365	0.65
<b>Liquidity Funds total</b>			<b>4,365</b>	<b>0.65</b>
Investment assets (including investment liabilities)			660,827	99.09
Net other assets			6,043	0.91
<b>Net assets</b>			<b>666,870</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

<sup>^</sup> Unlisted, suspended or delisted security.<sup>†</sup> A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		107,153		55,953
Revenue	3	11,402		12,391	
Expenses	4	(1,452)		(1,698)	
Net revenue before taxation		9,950		10,693	
Taxation	5	(1,548)		(1,564)	
Net revenue after taxation			8,402		9,129
<b>Total return before distributions</b>			<b>115,555</b>		<b>65,082</b>
Distributions	6		(8,402)		(9,129)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>107,153</b>		<b>55,953</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>574,595</b>		<b>835,544</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	99,824		105,165	
Amounts payable on cancellation of shares	(123,066)		(430,698)	
		(23,242)		(325,533)
Dilution adjustment		–		232
Change in net assets attributable to shareholders from investment activities (see above)		107,153		55,953
Retained distribution on accumulation shares		8,364		8,399
<b>Closing net assets attributable to shareholders</b>		<b>666,870</b>		<b>574,595</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	660,841	571,615
<b>Current assets:</b>			
Debtors	8	5,220	7,704
Cash and bank balances	9	1,126	4,268
<b>Total assets</b>		<b>667,187</b>	<b>583,587</b>
<b>Liabilities:</b>			
Investment liabilities	7	(14)	–
<b>Creditors:</b>			
Bank overdrafts		–	(1)
Other creditors	10	(303)	(8,991)
<b>Total liabilities</b>		<b>(317)</b>	<b>(8,992)</b>
<b>Net assets attributable to shareholders</b>		<b>666,870</b>	<b>574,595</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Currency (losses)/gains	(8)	319
Derivative contracts gains	1,045	353
Forward currency contracts losses	(92)	(38)
Non-derivative securities gains	106,208	55,319
<b>Net capital gains</b>	<b>107,153</b>	<b>55,953</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	3	41
Interest on debt securities	–	19
Overseas dividends	11,373	12,306
Revenue from offshore funds	2	–
Scrip dividends	10	16
Stock lending commission*	10	1
UK dividends	4	8
<b>Total revenue</b>	<b>11,402</b>	<b>12,391</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,449	1,692
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	3	6
<b>Total expenses</b>	<b>1,452</b>	<b>1,698</b>

The audit fee was £10,182 (2020: £9,790) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	1,548	1,564
<b>Total current tax (see note 5b)</b>	<b>1,548</b>	<b>1,564</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>9,950</b>	<b>10,693</b>
Corporation tax at 20%	1,990	2,139
<b>Effects of:</b>		
Movement in excess management expenses	218	240
Overseas dividends not subject to corporation tax	(2,195)	(2,362)
Overseas tax credit	(10)	(14)
Overseas tax suffered	1,548	1,564
Revenue taxable in different periods	–	2
Stock dividends not subject to corporation tax	(2)	(3)
UK dividends not subject to corporation tax	(1)	(2)
<b>Current tax charge (see note 5a)</b>	<b>1,548</b>	<b>1,564</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £17,812,665 (2020: £16,723,182) creating a potential deferred tax asset of £3,562,533 (2020: £3,344,636). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim distributions	3,773	4,217
Final distributions	4,591	4,182
	8,364	8,399
Add: Revenue deducted on cancellation of shares	315	1,075
Deduct: Revenue received on issue of shares	(277)	(345)
<b>Total distributions</b>	<b>8,402</b>	<b>9,129</b>
Reconciliations of distributions for the year to net revenue after taxation		
Distributions for the year	8,402	9,129
<b>Net revenue after taxation</b>	<b>8,402</b>	<b>9,129</b>

Details of the distributions per share are set out in the distribution tables on page 274.

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	656,462	–	571,196	–
Level 2: Observable market data	4,365	(14)	400	–
Level 3: Unobservable data	14	–	19	–
<b>Total value</b>	<b>660,841</b>	<b>(14)</b>	<b>571,615</b>	<b>–</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	683	670
Amounts receivable on issue of shares	4,126	278
Overseas tax recoverable	411	531
Sales awaiting settlement	–	6,225
<b>Total debtors</b>	<b>5,220</b>	<b>7,704</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing houses and brokers	317	134
Cash and bank balances	809	4,134
<b>Total cash and bank balances</b>	<b>1,126</b>	<b>4,268</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	160	147
Amounts payable for cancellation of shares	143	8,844
<b>Total other creditors</b>	<b>303</b>	<b>8,991</b>

### 11 Contingent liabilities and commitments

The contingent liabilities and commitments at the year end date are as follows:

	As at 15.10.21 £000	As at 15.10.20 £000
Ultrapar Participacoes Rights 03/11/2021	2	–
<b>Total contingent liabilities</b>	<b>2</b>	<b>–</b>

### 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.

ACD periodic charges 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 to the ACD at the year end in respect of ACD's periodic charges was £159,978 (2020: £146,341). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £6,571,908 (2020: £6,473,438). The amount outstanding at the year end was £3,599,377 (2020: £3,251,690). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £156,242,632 (2020: £181,260,505) and £152,139,403 (2020: £184,609,977) respectively. The income received during the year amounted to £1,955 (2020: £19,141).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Accumulation shares)	2,376,839	20,932	2,355,907
ACD and related parties (Class 3 Accumulation shares)	94,945,358	(3,137,318)	98,082,676

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

### 13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 5 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.45%  
 Class 2: 0.25%  
 Class 3: 0.20%  
 Class 5: 0.25%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 219 and 220. The distributions per share are given in the distribution tables on page 274. All the share classes have the same rights on winding up.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**14 Shares in issue reconciliation**

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 5 Income shares	1,000	–	(202)	–	798
Class 1 Accumulation shares	28,289,297	36,246,210	(35,466,195)	(196,624)	28,872,688
Class 2 Accumulation shares	36,271,604	1,313,986	(5,134,912)	182,264	32,632,942
Class 3 Accumulation shares	98,082,676	2,477,719	(5,615,037)	–	94,945,358

**15 Derivatives and other financial instruments**

The policies applied in the management of financial instruments are set out on pages 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 99.96% (2020: 102.18%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 10% (2020: 10.22%).

Currency	Net foreign currency assets					
	Monetary exposure £000		Non monetary exposure £000		Total £000	
	15.10.21	15.10.20	15.10.21	15.10.20	15.10.21	15.10.20
Australian dollar	71	12	14,644	13,238	14,715	13,250
Brazilian real	10	246	4,212	3,842	4,222	4,088
Canadian dollar	53	269	17,232	14,204	17,285	14,473
Czech Koruna	4	3	118	78	122	81
Danish krone	13	51	4,840	4,373	4,853	4,424
Euro	308	776	63,109	54,640	63,417	55,416
Hong Kong dollar	2	6	6,120	6,049	6,122	6,055
Hungarian forint	10	–	226	163	236	163
Indonesian rupiah	36	–	1,137	–	1,173	–
Israeli new shekels	–	30	–	740	–	770
Japanese yen	374	339	48,846	47,623	49,220	47,962
Malaysian ringgit	7	1	1,473	1,547	1,480	1,548
Mexican peso	23	1	1,751	1,385	1,774	1,386
New Zealand dollar	17	5	624	651	641	656
Norwegian krone	34	31	1,514	1,131	1,548	1,162
Polish zloty	12	15	636	427	648	442
Singapore dollar	58	15	2,322	2,100	2,380	2,115
South African rand	59	15	3,114	2,955	3,173	2,970
South Korean won	15	15	10,381	9,078	10,396	9,093
Swedish krona	42	1	7,351	5,915	7,393	5,916
Swiss franc	–	222	18,178	17,053	18,178	17,275
Taiwan dollar	(9)	2	12,044	9,537	12,035	9,539
Thailand baht	1	1	1,742	1,611	1,743	1,612
Turkish lira	18	–	275	315	293	315
US dollar	629	9,318	442,938	372,560	443,567	381,878

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**15 Derivatives and other financial instruments (continued)****Interest rate risk**

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

At the year end date 0.17% (2020: 0.82%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The interest rate risk is not considered significant.

**Market price risk**

At the year end date, 99.09% (2020: 99.48%) 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 9.91% (2020: 9.85%).

**16 Stock lending**

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

**17 Counterparty exposure****Financial derivative exposure**

The types of derivatives held at the year end date were futures contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.21</b>			
Barclays	(14)	–	(14)
J.P. Morgan	–	146	146
<b>Total</b>	<b>(14)</b>	<b>146</b>	<b>132</b>

	Futures contracts £000	Total £000
<b>15.10.21</b>		
J.P. Morgan	120	120
<b>Total</b>	<b>120</b>	<b>120</b>

The counterparty exposure on futures contracts is reported at their positive mark to market values.

**Collateral**

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**18 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases (excluding corporate actions)</b>						
Equities	(28,393)	(6)	(2)	(28,401)	0.02%	0.01%
<b>Purchases (corporate action activity only)</b>						
Equities	(218)	–	–	(218)	0.00%	0.00%
	(28,611)	(6)	(2)	(28,619)		
<b>Sales</b>						
Equities	49,707	(10)	(4)	49,693	0.02%	0.01%
	49,707	(10)	(4)	49,693		
<b>Total</b>		(16)	(6)			
<b>Percentage of Fund average net assets</b>		0.00%	0.00%			

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases (excluding corporate actions)</b>						
Equities	(52,003)	(13)	(7)	(52,023)	0.02%	0.01%
Funds	(181,338)	–	–	(181,338)	0.00%	0.00%
<b>Purchases (corporate action activity only)</b>						
Equities	(182)	–	–	(182)	0.00%	0.00%
	(233,523)	(13)	(7)	(233,543)		
<b>Sales</b>						
Equities	366,972	(57)	(29)	366,886	0.02%	0.01%
Funds	184,610	–	–	184,610	0.00%	0.00%
	551,582	(57)	(29)	551,496		
<b>Total</b>		(70)	(36)			
<b>Percentage of Fund average net assets</b>		0.01%	0.01%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.06% (2020: 0.08%). 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 six months ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 5 Income shares	Group 1	0.8667	–	0.8667	0.7810
	Group 2	0.8667	0.0000	0.8667	0.7810

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	1.4793	–	1.4793	1.3233
	Group 2	0.5931	0.8862	1.4793	1.3233
Class 2 Accumulation shares	Group 1	1.8654	–	1.8654	1.6384
	Group 2	0.9604	0.9050	1.8654	1.6384
Class 3 Accumulation shares	Group 1	3.7443	–	3.7443	3.2759
	Group 2	2.0351	1.7092	3.7443	3.2759

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## Interim distribution paid in pence per share for the six months ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 5 Income shares	Group 1	0.6988	–	0.6988	0.8150
	Group 2	0.6988	0.0000	0.6988	0.8150

## Interim distribution paid in pence per share for the six months ended 15 April 2021

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Accumulation shares	Group 1	1.1758	–	1.1758	1.2781
	Group 2	0.7390	0.4368	1.1758	1.2781
Class 2 Accumulation shares	Group 1	1.5077	–	1.5077	1.6285
	Group 2	0.8962	0.6115	1.5077	1.6285
Class 3 Accumulation shares	Group 1	3.0367	–	3.0367	3.1602
	Group 2	1.7771	1.2596	3.0367	3.1602

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS GLOBAL EQUITY ENDURANCE FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of global companies.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in shares of global companies. "Global companies" means companies in any country across the globe, including investing up to 25% of the Fund in emerging markets.

#### Other investments

The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed, and the Investment Manager invests in a concentrated portfolio, with holdings of typically 20 to 40 global companies that are considered by the Investment Manager to be leaders in their markets, with valuations which are considered to be attractive, and are expected to grow their value over the long term. They may be identified by having one or more of the following features: having a leading and/or growing market share; a history of strong and/or resilient returns on capital; a clear business model that is easy to understand; or being thought capable of maintaining their competitive advantage. The Investment Manager will aim to invest in companies which have a varied range of successful products, and which are active in a variety geographical markets.

#### Environmental, Social & Governance (ESG)

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's performance is compared against the MSCI® All Country World Index (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. In certain conditions the Fund may be outside of this range.

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 for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Global Equity Endurance Fund delivered a total return of 25.71% (share class 6), net of fees. The Fund's benchmark, the MSCI® All Countries World Index, returned 20.30% over the same periods.

The tracking error at the year end was 5.54%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund profited from robust risk sentiment as investors anticipated vaccination programmes releasing the global economy from the grips of the pandemic. With economic growth rates accelerating briskly, sentiment was also buoyed by the maintenance of ultra-loose monetary policy and huge fiscal stimulus programmes, most notably in the US. Volatility nevertheless stalked markets in the later stages of the period as Covid-19 variants and rising inflation threatened to slow the recovery.

The Fund also performed well in relative terms over the period. The most value at the stock level was added by Google-owner Alphabet as technology stocks enjoyed an extended run of outperformance. Value was added by chemicals and materials company Avantor, consumer credit reporting agency Equifax and consumer goods wholesaler Costco. The bank First Republic also performed well as it reported results that demonstrated an accelerated pace of market-share gains as competitors retrenched. Sector allocation had a positive impact, notably through the overweighting of communications services and industrials.

Among the detractors was brewer Heineken as sentiment against beverage companies turned on concerns about the impact of the Covid delta variant on the hospitality industry. IT consultancy firm Booz Allen suffered as revenue growth fell short of forecasts, while online beauty retailer and software group THG struggled on concerns about corporate governance, despite recording very strong sales.

#### Outlook

The Fund is a portfolio of what we believe to be above-average businesses trading at a cheaper free cash flow yield than the market and a discount to their intrinsic value. A combined focus on the durability of a company and the price we pay for the stock enables us to exploit opportunities and ought to make the approach adaptive to changing market conditions. As a long-term strategy with low turnover, we fully expect and recommend that unitholders judge our performance over a period of five years or more.

## AVIVA INVESTORS GLOBAL EQUITY ENDURANCE FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook (continued)

The overall outlook for equities is less compelling as worries are starting to emerge about the durability of the recovery in an environment of rising inflation and the waning impact of fiscal stimulus. Supply bottlenecks are an important short-term theme and the type of companies on which we are focusing tend to avoid the supply-chain "Ferris wheel" by transcending it.

#### November 2021

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 278 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

#### Performance History – Income Shares

Calendar year	Share Class 2 %	Share Class 3 %	Share Class 6 %	Benchmark* %
31.12.15 to 31.12.16	N/A	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A	N/A
31.12.17 to 31.12.18	-3.91	-3.52	-4.19	-3.27
31.12.18 to 31.12.19	28.40	29.00	28.10	22.40
31.12.19 to 31.12.20	15.70	16.20	15.40	13.20

\* Benchmark – MSCI® All Country World Index (the index).

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.

#### Material Portfolio Changes

Purchases	Sales
Willis Towers Watson	Darden Restaurants
Heineken	Union Pacific
Costco Wholesale	Aon 'A'
London Stock Exchange Group	Southwest Airlines
Humana	Informa
Jack Henry & Associates	Trane Technologies
O'Reilly Automotive	Wolters Kluwer
Facebook 'A'	Charter Communications 'A'
Euronext	British American Tobacco
THG Holdings	RELX

#### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- 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.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	133.40	116.30	97.48
Return before operating charges <sup>†</sup>	38.35	18.21	19.84
Operating charges	(1.37)	(1.11)	(1.02)
Return after operating charges <sup>†</sup>	36.98	17.10	18.82
Distributions	(0.12)	(0.81)	(0.96)
Retained distributions on accumulation shares	0.12	0.81	0.96
Closing net asset value per share	170.38	133.40	116.30
<sup>†</sup> after direct transaction costs of	(0.10)	(0.10)	(0.04)
<b>Performance</b>			
Return after charges (%)	27.72%	14.70%	19.31%
<b>Other information</b>			
Closing net asset value (£000)	6,975	1,647	436
Closing number of shares	4,093,594	1,234,392	375,322
Operating charges (%) <sup>‡</sup>	0.87%	0.87%	0.92%
Direct transaction costs (%) <sup>#</sup>	0.06%	0.08%	0.04%
<b>Prices<sup>≈</sup></b>			
Highest share price	175.60	135.72	123.54
Lowest share price	125.40	100.76	93.18

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	135.05	117.21	97.80
Return before operating charges <sup>†</sup>	38.88	18.39	19.93
Operating charges	(0.66)	(0.55)	(0.52)
Return after operating charges <sup>†</sup>	38.22	17.84	19.41
Distributions	(0.77)	(1.37)	(1.45)
Retained distributions on accumulation shares	0.77	1.37	1.45
Closing net asset value per share	173.27	135.05	117.21
<sup>†</sup> after direct transaction costs of	(0.09)	(0.10)	(0.04)
<b>Performance</b>			
Return after charges (%)	28.30%	15.22%	19.85%
<b>Other information</b>			
Closing net asset value (£000)	356,581	279,019	244,572
Closing number of shares	205,799,183	206,596,991	208,658,736
Operating charges (%) <sup>‡</sup>	0.42%	0.42%	0.47%
Direct transaction costs (%) <sup>#</sup>	0.06%	0.08%	0.04%
<b>Prices<sup>≈</sup></b>			
Highest share price	178.49	137.40	124.39
Lowest share price	126.98	101.74	93.57

Class 6 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	132.45	115.76	97.27
Return before operating charges <sup>†</sup>	38.01	18.10	19.78
Operating charges	(1.58)	(1.41)	(1.29)
Return after operating charges <sup>†</sup>	36.43	16.69	18.49
Distributions	–	(0.49)	(0.71)
Retained distributions on accumulation shares	–	0.49	0.71
Closing net asset value per share	168.88	132.45	115.76
<sup>†</sup> after direct transaction costs of	(0.09)	(0.10)	(0.04)
<b>Performance</b>			
Return after charges (%)	27.50%	14.42%	19.01%
<b>Other information</b>			
Closing net asset value (£000)	690	285	127
Closing number of shares	408,764	215,488	109,369
Operating charges (%) <sup>‡</sup>	1.00%	1.12%	1.17%
Direct transaction costs (%) <sup>#</sup>	0.06%	0.08%	0.04%
<b>Prices<sup>≈</sup></b>			
Highest share price	174.08	134.75	123.03
Lowest share price	124.49	100.17	92.93

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 2	0.87%	0.87%
Class 3	0.42%	0.42%
Class 6	1.00%	1.12%

\* 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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 97.84% (98.26%)</b>				
<b>Cayman Islands 0.00% (0.72%)</b>				
<b>China 1.04% (1.18%)</b>				
TravelSky Technology 'H'	HKD	2,466,000	3,778	1.04
			3,778	1.04
<b>France 0.00% (1.10%)</b>				
<b>Germany 0.00% (1.40%)</b>				
<b>Hong Kong 0.00% (0.21%)</b>				
<b>Ireland 8.30% (11.52%)</b>				
Allegion	USD	102,590	10,009	2.75
Trane Technologies	USD	27,743	3,533	0.97
Willis Towers Watson	USD	92,941	16,696	4.58
			30,238	8.30
<b>Japan 0.00% (1.71%)</b>				
<b>Netherlands 9.05% (5.87%)</b>				
Euronext	EUR	86,118	7,216	1.98
Heineken	EUR	174,107	13,430	3.69
Wolters Kluwer	EUR	159,148	12,297	3.38
			32,943	9.05
<b>Switzerland 0.00% (0.81%)</b>				
<b>United Kingdom 10.02% (14.33%)</b>				
London Stock Exchange Group	GBP	116,631	9,256	2.54
RELX	EUR	430,000	9,400	2.58
RELX	GBP	244,526	5,345	1.47
St James's Place	GBP	612,489	9,276	2.55
THG Holdings	GBP	1,055,200	3,191	0.88
			36,468	10.02
<b>United States of America 69.43% (59.41%)</b>				
Alphabet 'A'	USD	3,129	6,423	1.76
Alphabet 'C'	USD	10,430	21,454	5.89
Avantor	USD	562,471	15,690	4.31
Berkshire Hathaway 'A'	USD	40	12,329	3.38
Booz Allen Hamilton Holding	USD	113,431	6,657	1.83
Comcast 'A'	USD	283,869	11,148	3.06
Costco Wholesale	USD	42,745	14,015	3.85
Elanco Animal Health	USD	273,654	6,461	1.77
Equifax	USD	100,077	19,218	5.28
Facebook 'A'	USD	32,820	7,755	2.13
First Republic Bank	USD	97,604	14,929	4.10
Hubbell	USD	35,456	4,834	1.33
Humana	USD	26,394	8,468	2.32
Jack Henry & Associates	USD	78,719	9,739	2.67
Marsh & McLennan	USD	111,900	13,079	3.59
Mastercard 'A'	USD	50,204	12,995	3.57
Moody's	USD	72,655	19,573	5.37
NVR	USD	2,046	7,423	2.04
O'Reilly Automotive	USD	21,439	9,746	2.67
UnitedHealth Group	USD	34,860	10,857	2.98
Valvoline	USD	308,061	7,858	2.16
Visa 'A'	USD	73,137	12,291	3.37
			252,942	69.43
<b>Equities total</b>			<b>356,369</b>	<b>97.84</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Liquidity Funds 1.82% (1.61%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP <sup>†</sup>	GBP	300,000	300	0.08
Aviva Investors US Dollar Liquidity Fund Class 3, Income shares, USD <sup>†</sup>	USD	8,700,000	6,330	1.74
<b>Liquidity Funds total</b>			<b>6,630</b>	<b>1.82</b>
Investment assets			362,999	99.66
Net other assets			1,247	0.34
<b>Net assets</b>			<b>364,246</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

<sup>†</sup> A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Note	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		78,097		34,014
Revenue	3	3,335		4,359	
Expenses	4	(1,394)		(1,160)	
Net revenue before taxation		1,941		3,199	
Taxation	5	(342)		(347)	
Net revenue after taxation			1,599		2,852
<b>Total return before distributions</b>			<b>79,696</b>		<b>36,866</b>
Distributions	6		(1,599)		(2,852)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>78,097</b>		<b>34,014</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>280,951</b>		<b>245,135</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	20,044		1,458	
Amounts payable on cancellation of shares	(16,440)		(2,499)	
		3,604		(1,041)
Change in net assets attributable to shareholders from investment activities (see above)		78,097		34,014
Retained distribution on accumulation shares		1,594		2,843
<b>Closing net assets attributable to shareholders</b>		<b>364,246</b>		<b>280,951</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	362,999	280,586
<b>Current assets:</b>			
Debtors	8	1,444	507
Cash and bank balances	9	1,239	265
<b>Total assets</b>		<b>365,682</b>	<b>281,358</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Other creditors	10	(1,436)	(407)
<b>Total liabilities</b>		<b>(1,436)</b>	<b>(407)</b>
<b>Net assets attributable to shareholders</b>		<b>364,246</b>	<b>280,951</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Currency losses	(74)	(197)
Forward currency contracts losses	–	(18)
Non-derivative securities gains	78,171	34,229
<b>Net capital gains</b>	<b>78,097</b>	<b>34,014</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	1
Interest on debt securities	–	3
Overseas dividends	2,477	2,984
Revenue from offshore funds	1	65
Stock lending commission*	10	6
UK dividends	847	1,300
<b>Total revenue</b>	<b>3,335</b>	<b>4,359</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,389	1,158
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	5	2
<b>Total expenses</b>	<b>1,394</b>	<b>1,160</b>

The audit fee was £10,384 (2020: £9,985) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	342	347
<b>Total current tax (see note 5b)</b>	<b>342</b>	<b>347</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>1,941</b>	<b>3,199</b>
Corporation tax at 20%	388	640
<b>Effects of:</b>		
Movement in excess management expenses	276	217
Tax credit on Loan relationship deficit	1	–
Overseas dividends not subject to corporation tax	(495)	(597)
Overseas tax suffered	342	347
UK dividends not subject to corporation tax	(170)	(260)
<b>Current tax charge (see note 5a)</b>	<b>342</b>	<b>347</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £4,169,092 (2020: £2,790,244) creating a potential deferred tax asset of £833,818 (2020: £558,049). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Final distribution	1,594	2,843
	1,594	2,843
Add: Revenue deducted on cancellation of shares	38	14
Deduct: Revenue received on issue of shares	(33)	(5)
<b>Total distributions</b>	<b>1,599</b>	<b>2,852</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	1,599	2,852
<b>Net revenue after taxation</b>	<b>1,599</b>	<b>2,852</b>

Details of the distributions per share are set out in the distribution table on page 290.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21 £000	As at 15.10.20 £000
Level 1: Quoted prices	356,369	276,053
Level 2: Observable market data	6,630	4,533
<b>Total value</b>	<b>362,999</b>	<b>280,586</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	107	260
Amounts receivable on issue of shares	163	35
Overseas tax recoverable	171	212
Sales awaiting settlement	1,003	–
<b>Total debtors</b>	<b>1,444</b>	<b>507</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	1,239	265
<b>Total cash and bank balances</b>	<b>1,239</b>	<b>265</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	190	145
Amounts payable for cancellation of shares	55	262
Purchases awaiting settlement	1,191	–
<b>Total other creditors</b>	<b>1,436</b>	<b>407</b>

## 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

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 to the ACD at the year end in respect of Fund Management Fee was £190,024 (2020: £145,319). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £1,589,001 (2020: £2,832,292). The amount outstanding at the year end was £1,589,001 (2020: £2,832,292). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £56,148,753 (2020: £57,743,032) and £53,867,700 (2020: £53,385,747) respectively. The income received during the year amounted to £2,240 (2020: £28,655).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Accumulation shares)	198,081	191,467	6,614
ACD and related parties (Class 3 Accumulation shares)	205,799,183	(797,808)	206,596,991

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 6 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 2: 0.87%

Class 3: 0.42%

Class 6: 1.00%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 278.

The distributions per share are given in the distribution table on page 290. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 2 Accumulation shares	1,234,392	6,630,315	(3,771,113)	–	4,093,594
Class 3 Accumulation shares	206,596,991	5,307,120	(6,104,928)	–	205,799,183
Class 6 Accumulation shares	215,488	196,054	(2,778)	–	408,764



## 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 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 92.46% (2020: 88.44%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 9.25% (2020: 8.84%).

Currency	Net foreign currency assets					
	Monetary exposure £000		Non monetary exposure £000		Total £000	
	15.10.21	15.10.20	15.10.21	15.10.20	15.10.21	15.10.20
Euro	1,008	353	42,343	33,565	43,351	33,918
Hong Kong dollar	27	47	3,778	3,911	3,805	3,958
Japanese yen	–	4	–	4,811	–	4,815
Swiss franc	–	3	–	2,281	–	2,284
US dollar	231	151	289,510	201,290	289,741	201,441

**Interest rate risk**

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

At the year end date 0.42% (2020: 0.67%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

**Market price risk**

At the year end date, 99.66% (2020: 99.87%) 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 9.97% (2020: 9.99%).

**16 Stock lending**

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 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.

	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Equities	(148,009)	(49)	(81)	(148,139)	0.03%	0.05%
	(148,009)	(49)	(81)	(148,139)		
<b>Sales</b>						
Equities	146,237	(56)	(2)	146,179	0.04%	0.00%
	146,237	(56)	(2)	146,179		
<b>Total</b>		(105)	(83)			
<b>Percentage of Fund average net assets</b>		0.03%	0.03%			

	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases</b>						
Equities	(158,697)	(37)	(128)	(158,862)	0.02%	0.08%
Funds	(60,903)	–	–	(60,903)	0.00%	0.00%
	(219,600)	(37)	(128)	(219,765)		
<b>Sales</b>						
Equities	151,663	(34)	(2)	151,627	0.02%	0.00%
Funds	66,392	–	–	66,392	0.00%	0.00%
	218,055	(34)	(2)	218,019		
<b>Total</b>		(71)	(130)			
<b>Percentage of Fund average net assets</b>		0.03%	0.05%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.04% (2020: 0.06%). 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.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**18 Post balance sheet events**

As a result of market movements and foreign exchange rates, since the balance sheet date on 15 October 2021, the price of each share class has changed as follows:

Share Class	Share Price in class currency 15.10.21	Share Price in class currency 10.02.22	Increase/(Decrease) %
Class 2 Accumulation	169.64	166.81	(1.67)
Class 3 Accumulation	172.51	169.88	(1.52)
Class 6 Accumulation	168.15	165.27	(1.71)

The impact on the net asset value of the Fund is also shown below:

Share Class	Net Asset Value (£) 15.10.21	Net Subscription/ (Redemption) (£)	Market Movements (£)	Net Asset Value (£) 10.02.22
Class 2 Accumulation	6,974,821	(2,001,874)	(101,572)	4,871,375
Class 3 Accumulation	356,581,127	(4,496,485)	(6,628,780)	345,455,862
Class 6 Accumulation	690,335	2,436	(14,849)	677,922
<b>Total</b>	<b>364,246,283</b>	<b>(6,495,923)</b>	<b>(6,745,201)</b>	<b>351,005,159</b>

## DISTRIBUTION TABLE

## Final distribution payable in pence per share for the year ended 15 October 2021

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 2 Accumulation shares	Group 1	0.1167	–	0.1167	0.8145
	Group 2	0.0181	0.0986	0.1167	0.8145
Class 3 Accumulation shares	Group 1	0.7720	–	0.7720	1.3709
	Group 2	0.2733	0.4987	0.7720	1.3709
Class 6 Accumulation shares	Group 1	0.0000	–	0.0000	0.4923
	Group 2	0.0000	0.0000	0.0000	0.4923

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS GLOBAL EQUITY INCOME FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment through a combination of income and capital growth over the long term (5 years or more) by investing in shares of global companies.

Within this combined return, the Fund aims to deliver an income equivalent of at least 125% of the income return of the MSCI® All Country World Index (GBP)<sup>†</sup>, over any given 12-month period (before charges and taxes).

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in shares of global companies. "Global companies" means companies in any country across the globe, including with up to 20% of the Fund invested in emerging markets.

#### Other investments

The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed, and the Investment Manager will adopt a high conviction (strong belief) approach aiming to generate the Fund's target income. This will focus on opportunities across what the Investment Manager considers to be mature companies which potentially offer sustainably high dividends, or those which are felt able to steadily grow their dividends while showing financial strength and/or low levels of debt, with a strong management capability. The Fund will also take advantage of businesses in the early stages of development, where high cash generation is driving strong dividend growth. The Investment Manager will aim to invest in companies which have a diversified range of successful products, and which are active in a range of geographical markets.

#### Environmental, Social & Governance (ESG)

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's income return target is measured against the MSCI® All Country World Index (the "Index"), and the Fund's overall performance is also compared against the Index.

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Index. In certain conditions the Fund may be outside of this range.

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 for the income target and performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Global Equity Income Fund delivered a total return of 18.58% (share class 1), net of fees. The Funds benchmark, the MSCI® All Country World Index delivered an average return of 20.30% over the same period.

The tracking error at the year end was 4.64%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund posted an attractive total return over the period as global equity markets performed well on the back of brisk economic recovery following the shock of the pandemic. Company earnings were generally strong as activity picked up on a gradual easing of social restrictions. Consumer goods companies profited from the release of considerable pent-up demand.

The Fund outperformed the benchmark. Sector allocation was the main driver of performance over the period. The Fund profited most notably from being underweight consumer discretionary companies.

In terms of stock selection, the largest contributor was the insurance group AXA. It was anticipated that the heightened rate of Covid-related claims seen during the pandemic would ease as conditions started to return to normal. US data communications and telecommunications equipment provider Motorola Solutions, which delivered a strong set of quarterly results and raised its 2021 earnings guidance, also performed well. The company remains well positioned as a leading service provider for first responders and government customers.

Among the main detractors was Ping An Insurance as the outlook for premium income and provision assumptions weakened. Unilever's shares lagged in the wake of vaccine announcements, which saw investor sentiment shift from defensive sectors to companies that would benefit from an economic recovery. IT consultancy firm Booz Allen suffered as revenue growth fell short of forecasts, while Italian power generator Enel weakened as utility stocks were regarded as being too defensive in a risk-on market.

## AVIVA INVESTORS GLOBAL EQUITY INCOME FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook

Vaccines continue to provide a pathway out of the pandemic and towards a resumption of more normal economic activity. A more favourable outlook for antiviral therapeutics should further support this. As central banks continue to support their economies, we should expect to see some volatility in certain markets as countries manage the vaccine roll out and deal with the latest wave of cases. China's Common Prosperity announcements have added another layer of uncertainty to global markets, although we continue to have a limited exposure to the emerging risk that these policies present to global equity investors.

We continue to focus on resilient companies which we think will benefit from a resumption in economic activity. We source our income across a broad range of sectors resulting in a portfolio that not only has delivered strong income growth historically but also has proved very resilient during the pandemic.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

† 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. This report is 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.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 294 and 295 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 stocks. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	19.88	20.78	21.32	29.40
31.12.16 to 31.12.17	11.87	12.71	13.22	13.84
31.12.17 to 31.12.18	-3.86	-3.41	-2.97	-3.27
31.12.18 to 31.12.19	21.00	21.30	21.80	22.40
31.12.19 to 31.12.20	7.30	7.50	8.00	13.20

\* Benchmark – MSCI® All Country World Index (GBP).

#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	19.87	20.78	21.40	29.40
31.12.16 to 31.12.17	11.87	12.71	13.21	13.84
31.12.17 to 31.12.18	-3.86	-3.41	-2.99	-3.27
31.12.18 to 31.12.19	21.00	21.30	21.80	22.40
31.12.19 to 31.12.20	7.30	7.50	8.00	13.20

\* Benchmark – MSCI® All Country World Index (GBP).

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 125%
31.12.15 to 31.12.16	3.46	2.49	139
31.12.16 to 31.12.17	2.67	2.28	117
31.12.17 to 31.12.18	2.94	2.78	106
31.12.18 to 31.12.19	2.84	2.36	120
31.12.19 to 31.12.20	2.76	1.80	153

\* Benchmark – MSCI® All Country World Index (GBP).

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.

#### Material Portfolio Changes

Purchases	Sales
Skyworks Solutions	Apple
National Grid	Prudential
Siemens	Rio Tinto
Procter & Gamble	NextEra Energy
Capgemini	Cisco Systems
NXP Semiconductors	Home Depot
Volvo 'B'	Taiwan Semiconductor Manufacturing, ADR
Ferguson	AXA
Masco	Trane Technologies
Schneider Electric	Skyworks Solutions

#### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- The value of investments will be affected by changes in exchange rates.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	157.54	154.00	140.86
Return before operating charges <sup>†</sup>	32.45	9.57	19.31
Operating charges	(1.95)	(1.74)	(1.75)
Return after operating charges <sup>†</sup>	30.50	7.83	17.56
Distributions	(3.98)	(4.29)	(4.42)
Closing net asset value per share	184.06	157.54	154.00
<sup>†</sup> after direct transaction costs of	(0.09)	(0.12)	(0.04)
<b>Performance</b>			
Return after charges (%)	19.36%	5.08%	12.47%
<b>Other information</b>			
Closing net asset value (£000)	972	750	674
Closing number of shares	528,109	476,256	437,544
Operating charges (%) <sup>†</sup>	1.12%	1.12%	1.17%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.03%
<b>Prices<sup>®</sup></b>			
Highest share price	190.51	166.11	163.16
Lowest share price	146.15	121.62	133.25

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	164.78	160.65	146.57
Return before operating charges <sup>†</sup>	33.97	10.00	20.11
Operating charges	(1.59)	(1.41)	(1.43)
Return after operating charges <sup>†</sup>	32.38	8.59	18.68
Distributions	(4.16)	(4.46)	(4.60)
Closing net asset value per share	193.00	164.78	160.65
<sup>†</sup> after direct transaction costs of	(0.09)	(0.13)	(0.05)
<b>Performance</b>			
Return after charges (%)	19.65%	5.35%	12.74%
<b>Other information</b>			
Closing net asset value (£000)	11,003	6,259	4,120
Closing number of shares	5,701,254	3,797,941	2,564,384
Operating charges (%) <sup>†</sup>	0.87%	0.87%	0.92%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.03%
<b>Prices<sup>®</sup></b>			
Highest share price	199.72	173.44	170.11
Lowest share price	152.88	127.01	138.72

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	178.27	169.45	150.56
Return before operating charges <sup>†</sup>	36.86	10.75	20.77
Operating charges	(2.22)	(1.93)	(1.88)
Return after operating charges <sup>†</sup>	34.64	8.82	18.89
Distributions	(4.56)	(4.77)	(4.78)
Retained distributions on accumulation shares	4.56	4.77	4.78
Closing net asset value per share	212.91	178.27	169.45
<sup>†</sup> after direct transaction costs of	(0.10)	(0.14)	(0.05)
<b>Performance</b>			
Return after charges (%)	19.43%	5.21%	12.55%
<b>Other information</b>			
Closing net asset value (£000)	34,451	30,821	32,680
Closing number of shares	16,181,232	17,289,254	19,285,321
Operating charges (%) <sup>†</sup>	1.12%	1.12%	1.17%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.03%
<b>Prices<sup>®</sup></b>			
Highest share price	219.37	183.59	178.43
Lowest share price	165.36	134.41	142.43

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	200.35	189.96	168.36
Return before operating charges <sup>†</sup>	41.46	12.08	23.26
Operating charges	(1.94)	(1.69)	(1.66)
Return after operating charges <sup>†</sup>	39.52	10.39	21.60
Distributions	(5.10)	(5.35)	(5.35)
Retained distributions on accumulation shares	5.10	5.35	5.35
Closing net asset value per share	239.87	200.35	189.96
<sup>†</sup> after direct transaction costs of	(0.11)	(0.15)	(0.05)
<b>Performance</b>			
Return after charges (%)	19.73%	5.47%	12.83%
<b>Other information</b>			
Closing net asset value (£000)	15,269	12,742	10,779
Closing number of shares	6,365,657	6,360,232	5,674,487
Operating charges (%) <sup>†</sup>	0.87%	0.87%	0.92%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.03%
<b>Prices<sup>®</sup></b>			
Highest share price	247.09	205.99	199.92
Lowest share price	185.86	150.84	159.35



## COMPARATIVE TABLES (CONTINUED)

Class 3 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	157.67	153.02	138.97
Return before operating charges <sup>†</sup>	32.56	9.58	19.10
Operating charges	(0.73)	(0.67)	(0.69)
Return after operating charges <sup>†</sup>	31.83	8.91	18.41
Distributions	(4.00)	(4.26)	(4.36)
Closing net asset value per share	185.50	157.67	153.02
<sup>†</sup> after direct transaction costs of	(0.09)	(0.12)	(0.04)
<b>Performance</b>			
Return after charges (%)	20.19%	5.82%	13.25%
<b>Other information</b>			
Closing net asset value (£000)	153,414	147,824	170,196
Closing number of shares	82,705,088	93,756,838	111,223,886
Operating charges (%) <sup>‡</sup>	0.42%	0.47%	0.47%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.03%
<b>Prices<sup>≈</sup></b>			
Highest share price	191.86	165.47	161.87
Lowest share price	146.30	121.21	131.64

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	198.03	186.99	165.06
Return before operating charges <sup>†</sup>	41.11	11.93	22.82
Operating charges	(0.93)	(0.89)	(0.89)
Return after operating charges <sup>†</sup>	40.18	11.04	21.93
Distributions	(5.09)	(5.29)	(5.26)
Retained distributions on accumulation shares	5.09	5.29	5.26
Closing net asset value per share	238.21	198.03	186.99
<sup>†</sup> after direct transaction costs of	(0.11)	(0.15)	(0.05)
<b>Performance</b>			
Return after charges (%)	20.29%	5.90%	13.29%
<b>Other information</b>			
Closing net asset value (£000)	226	67	2
Closing number of shares	94,987	33,630	1,120
Operating charges (%) <sup>‡</sup>	0.42%	0.47%	0.47%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%	0.03%
<b>Prices<sup>≈</sup></b>			
Highest share price	245.27	203.06	196.62
Lowest share price	183.74	148.74	156.35

Class 4 Income shares	2021 p per share	2020 <sup>§</sup> p per share
<b>Change in net assets per share</b>		
Opening net asset value per share	123.61	100.00
Return before operating charges <sup>†</sup>	25.53	26.44
Operating charges	(0.73)	(0.43)
Return after operating charges <sup>†</sup>	24.80	26.01
Distributions	(3.14)	(2.40)
Closing net asset value per share	145.27	123.61
<sup>†</sup> after direct transaction costs of	(0.07)	(0.09)
<b>Performance</b>		
Return after charges (%)	20.06%	26.01%
<b>Other information</b>		
Closing net asset value (£000)	2	1
Closing number of shares	1,000	1,000
Operating charges (%) <sup>‡</sup>	0.58%	0.58%
Direct transaction costs (%) <sup>#</sup>	0.05%	0.08%
<b>Prices<sup>≈</sup></b>		
Highest share price	150.27	126.14
Lowest share price	114.69	94.78

§ This share class was launched on 12 March 2020.

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

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

(b) The Ongoing Charge 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 and are based on published prices. 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	15.10.21	15.10.20
Class 1	1.12%	1.12%
Class 2	0.87%	0.87%
Class 3	0.42%	0.47%
Class 4	0.58%	0.58%

\* 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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 98.59% (100.14%)</b>				
<b>Canada 0.00% (0.00%)</b>				
Nortel Networks^	CAD	170	–	–
			–	–
<b>Cayman Islands 0.99% (1.49%)</b>				
Xinyi Solar Holdings	HKD	1,444,000	2,144	0.99
			2,144	0.99
<b>China 1.23% (2.31%)</b>				
Ping An Insurance Group Co. of China 'H'	HKD	492,369	2,641	1.23
			2,641	1.23
<b>France 11.35% (7.84%)</b>				
AXA	EUR	312,031	6,309	2.93
Capgemini	EUR	28,466	4,500	2.09
Sanofi	EUR	56,380	3,984	1.85
Schneider Electric	EUR	27,061	3,294	1.53
TotalEnergies	EUR	169,782	6,345	2.95
			24,432	11.35
<b>Germany 5.55% (5.80%)</b>				
Deutsche Telekom	EUR	351,741	4,894	2.27
Siemens	EUR	33,341	3,924	1.82
Volkswagen Preference	EUR	18,659	3,129	1.46
			11,947	5.55
<b>Ireland 3.27% (4.31%)</b>				
Medtronic	USD	77,535	7,039	3.27
			7,039	3.27
<b>Italy 4.35% (4.11%)</b>				
Enel	EUR	816,088	4,723	2.19
Prysmian	EUR	176,918	4,645	2.16
			9,368	4.35
<b>Jersey 1.32% (0.00%)</b>				
Ferguson	GBP	27,140	2,846	1.32
			2,846	1.32
<b>Netherlands 4.53% (2.59%)</b>				
NXP Semiconductors	USD	22,524	3,098	1.44
Wolters Kluwer	EUR	86,104	6,653	3.09
			9,751	4.53
<b>Sweden 1.37% (0.00%)</b>				
Volvo 'B'	SEK	175,347	2,957	1.37
			2,957	1.37
<b>Switzerland 1.93% (2.60%)</b>				
Novartis	CHF	68,885	4,152	1.93
			4,152	1.93
<b>Taiwan 1.75% (2.42%)</b>				
Taiwan Semiconductor Manufacturing, ADR	USD	46,134	3,778	1.75
			3,778	1.75
<b>United Kingdom 11.44% (13.80%)</b>				
BAE Systems	GBP	1,031,911	6,158	2.86
Legal & General Group	GBP	1,327,838	3,742	1.74
National Grid	GBP	551,703	4,908	2.28
RELX	GBP	277,805	6,073	2.82
Unilever	GBP	98,441	3,752	1.74
			24,633	11.44

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 49.51% (52.87%)</b>				
Booz Allen Hamilton Holding	USD	80,576	4,728	2.20
Broadcom	USD	16,457	5,958	2.77
Cisco Systems	USD	115,641	4,680	2.17
Comcast 'A'	USD	121,118	4,757	2.21
CoreSite Realty, REIT	USD	55,626	5,724	2.66
Home Depot	USD	21,812	5,458	2.53
Hubbell	USD	43,165	5,885	2.73
JPMorgan Chase	USD	39,742	4,727	2.20
Marsh & McLennan	USD	57,551	6,727	3.12
Masco	USD	66,140	2,817	1.31
Merck	USD	73,642	4,196	1.95
Microsoft	USD	42,773	9,418	4.37
Motorola Solutions	USD	47,718	8,508	3.95
NextEra Energy	USD	70,373	4,170	1.94
Organon	USD	7,364	180	0.08
Otis Worldwide	USD	54,651	3,316	1.54
Procter & Gamble	USD	42,822	4,488	2.08
Raytheon Technologies	USD	85,184	5,526	2.57
Skyworks Solutions	USD	34,077	3,973	1.85
Union Pacific	USD	25,397	4,091	1.90
UnitedHealth Group	USD	23,814	7,280	3.38
			106,607	49.51
<b>Equities total</b>			<b>212,295</b>	<b>98.59</b>
Investment assets			212,295	98.59
Net other assets			3,042	1.41
<b>Net assets</b>			<b>215,337</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

^ Unlisted, suspended or delisted security.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		35,391		7,148
Revenue	3	5,638		6,556	
Expenses	4	(1,240)		(1,238)	
Net revenue before taxation		4,398		5,318	
Taxation	5	(701)		(587)	
Net revenue after taxation			3,697		4,731
<b>Total return before distributions</b>			<b>39,088</b>		<b>11,879</b>
Distributions	6		(4,909)		(5,938)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>34,179</b>		<b>5,941</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>198,464</b>		<b>218,451</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	13,601		23,887	
Amounts payable on cancellation of shares	(31,989)		(51,040)	
		(18,388)		(27,153)
Dilution adjustment		9		21
Change in net assets attributable to shareholders from investment activities (see above)		34,179		5,941
Retained distribution on accumulation shares		1,073		1,204
<b>Closing net assets attributable to shareholders</b>		<b>215,337</b>		<b>198,464</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	212,295	198,732
<b>Current assets:</b>			
Debtors	8	238	1,105
Cash and bank balances	9	3,761	3,266
<b>Total assets</b>		<b>216,294</b>	<b>203,103</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Distribution payable		(757)	(1,065)
Other creditors	10	(200)	(3,574)
<b>Total liabilities</b>		<b>(957)</b>	<b>(4,639)</b>
<b>Net assets attributable to shareholders</b>		<b>215,337</b>	<b>198,464</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Currency losses	(114)	(295)
Non-derivative securities gains	35,505	7,443
<b>Net capital gains</b>	<b>35,391</b>	<b>7,148</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	16
Overseas dividends	4,626	5,141
UK dividends	1,012	1,399
<b>Total revenue</b>	<b>5,638</b>	<b>6,556</b>

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,236	1,234
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	4	4
<b>Total expenses</b>	<b>1,240</b>	<b>1,238</b>

The audit fee was £9,253 (2020: £8,897) net of VAT. The audit fees forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	701	587
<b>Total current tax (see note 5b)</b>	<b>701</b>	<b>587</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>4,398</b>	<b>5,318</b>
Corporation tax at 20%	880	1,064
<b>Effects of:</b>		
Movement in excess management expenses	223	218
Overseas dividends not subject to corporation tax	(897)	(997)
Overseas tax credit	(4)	(5)
Overseas tax suffered	701	587
UK dividends not subject to corporation tax	(203)	(280)
Tax credit on Loan relationship deficit	1	–
<b>Current tax charge (see note 5a)</b>	<b>701</b>	<b>587</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

After claiming relief against accrued income taxable on receipt, the Fund has unrelieved excess expenses of £10,330,702 (2020: £9,217,011) creating a potential deferred tax asset of £2,066,140 (2020: £1,843,402). It is unlikely that the Fund will generate taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised in the current or prior year.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Net dividend distribution for the three months ended 15 January	686	988
Net dividend distribution for the three months ended 15 April	1,301	1,185
Net dividend distribution for the three months ended 15 July	1,931	2,299
Net dividend distribution for the three months ended 15 October	986	1,364
	4,904	5,836
Add: Revenue deducted on cancellation of shares	49	200
Deduct: Revenue received on issue of shares	(44)	(98)
<b>Total distributions</b>	<b>4,909</b>	<b>5,938</b>
<b>Reconciliations of distributions for the year to net revenue after taxation</b>		
Distributions for the year	4,909	5,938
ACD's periodic charge borne by the capital account	(1,235)	(1,234)
Tax relief on capitalised ACD's periodic charge	23	27
<b>Net revenue after taxation</b>	<b>3,697</b>	<b>4,731</b>

Details of the distributions per share are set out in the distribution tables on pages 306 and 308.

## 7 Fair value hierarchy

Valuation technique	Assets at 15.10.21 £000	Assets at 15.10.20 £000
Level 1: Quoted prices	212,295	198,732
<b>Total value</b>	<b>212,295</b>	<b>198,732</b>

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 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 2 or level 3 investments.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	133	201
Amounts receivable on issue of shares	50	21
Overseas tax recoverable	55	127
Sales awaiting settlement	–	756
<b>Total debtors</b>	<b>238</b>	<b>1,105</b>



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**9 Cash and bank balances**

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	3,761	3,266
<b>Total cash and bank balances</b>	<b>3,761</b>	<b>3,266</b>

**10 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	152	143
Amounts payable for cancellation of shares	48	3,431
<b>Total other creditors</b>	<b>200</b>	<b>3,574</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £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.

Fund Management fees 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 to the ACD at the year end in respect of Fund Management fees was £152,183 (2020: £143,135). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £3,722,881 (2020: £4,604,152). The amount outstanding at the year end was £729,825 (2020: £1,053,127). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Income shares)	701,443	20,805	680,638
ACD and related parties (Class 3 Income shares)	82,705,088	(11,051,750)	93,756,838
ACD and related parties (Class 2 Accumulation shares)	1,851,881	(225,262)	2,077,143
ACD and related parties (Class 3 Accumulation shares)	94,987	61,357	33,630

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

**13 Shareholder funds**

The Fund currently has four share classes: Class 1 and Class 4 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fee is as follows:

Class 1: 1.12%  
 Class 2: 0.87%  
 Class 3: 0.47%  
 Class 4: 0.58%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 294 and 295. The distributions per share are given in the distribution tables on pages 306 and 308. All the share classes have the same rights on winding up.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**14 Shares in issue reconciliation**

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	476,256	87,042	(35,189)	–	528,109
Class 2 Income shares	3,797,941	2,410,360	(507,047)	–	5,701,254
Class 3 Income shares	93,756,838	2,082,707	(13,134,457)	–	82,705,088
Class 4 Income shares	1,000	–	–	–	1,000
Class 1 Accumulation shares	17,289,254	1,480,301	(2,556,324)	(31,999)	16,181,232
Class 2 Accumulation shares	6,360,232	995,205	(1,018,210)	28,430	6,365,657
Class 3 Accumulation shares	33,630	65,992	(4,635)	–	94,987

**15 Derivatives and other financial instruments**

The policies applied in the management of financial instruments are set out on pages 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 86.71% (2020: 87.42%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 8.67% (2020: 8.74%).

Currency	Net foreign currency assets					
	Monetary exposure £000		Non-monetary exposure £000		Total £000	
	15.10.21	15.10.20	15.10.21	15.10.20	15.10.21	15.10.20
Euro	545	337	52,400	40,348	52,945	40,685
Hong Kong dollar	257	95	4,785	7,549	5,042	7,644
Swedish krona	112	–	2,957	–	3,069	–
Swiss franc	6	–	4,152	5,160	4,158	5,160
US dollar	979	502	120,523	118,286	121,502	118,788

**Interest rate risk**

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

At the year end date 1.75% (2020: 1.66%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

**Market price risk**

At the year end date, 98.59% (2020: 100.13%) 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 9.86% (2020: 10.01%).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**16 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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Equities	(52,962)	(18)	(55)	(53,035)	0.03%	0.10%
	(52,962)	(18)	(55)	(53,035)		
<b>Sales</b>						
Equities	75,001	(22)	(3)	74,976	0.03%	0.00%
	75,001	(22)	(3)	74,976		
<b>Total</b>		(40)	(58)			
<b>Percentage of Fund average net assets</b>		0.02%	0.03%			
<b>15.10.20</b>						
<b>Purchases</b>						
Equities	(99,991)	(36)	(98)	(100,125)	0.04%	0.10%
Funds	(2,310)	–	–	(2,310)	0.00%	0.00%
	(102,301)	(36)	(98)	(102,435)		
<b>Sales</b>						
Equities	116,329	(31)	(3)	116,295	0.03%	0.00%
Funds	2,410	–	–	2,410	0.00%	0.00%
	118,739	(31)	(3)	118,705		
<b>Total</b>		(67)	(101)			
<b>Percentage of Fund average net assets</b>		0.03%	0.05%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.03% (2020: 0.04%). 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 three months ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Income shares	Group 1	0.8433	–	0.8433	1.0858
	Group 2	0.4014	0.4419	0.8433	1.0858
Class 2 Income shares	Group 1	0.8840	–	0.8840	1.1339
	Group 2	0.6412	0.2428	0.8840	1.1339
Class 3 Income shares	Group 1	0.8492	–	0.8492	1.0842
	Group 2	0.2962	0.5530	0.8492	1.0842
Class 4 Income shares	Group 1	0.6670	–	0.6670	0.8550
	Group 2	0.6670	0.0000	0.6670	0.8550

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	0.9784	–	0.9784	1.2263
	Group 2	0.2577	0.7207	0.9784	1.2263
Class 2 Accumulation shares	Group 1	1.0937	–	1.0937	1.3692
	Group 2	0.5301	0.5636	1.0937	1.3692
Class 3 Accumulation shares	Group 1	1.0938	–	1.0938	1.3611
	Group 2	1.0938	0.0000	1.0938	1.3611

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## Interim distribution paid in pence per share for the three months ended 15 July 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Income shares	Group 1	1.5451	–	1.5451	1.6444
	Group 2	1.0614	0.4837	1.5451	1.6444
Class 2 Income shares	Group 1	1.6184	–	1.6184	1.7124
	Group 2	0.4476	1.1708	1.6184	1.7124
Class 3 Income shares	Group 1	1.5526	–	1.5526	1.6357
	Group 2	0.2887	1.2639	1.5526	1.6357
Class 4 Income shares	Group 1	1.2180	–	1.2180	1.2860
	Group 2	1.2180	0.0000	1.2180	1.2860

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Accumulation shares	Group 1	1.7709	–	1.7709	1.8281
	Group 2	0.6060	1.1649	1.7709	1.8281
Class 2 Accumulation shares	Group 1	1.9856	–	1.9856	2.0495
	Group 2	0.6517	1.3339	1.9856	2.0495
Class 3 Accumulation shares	Group 1	1.9757	–	1.9757	2.0281
	Group 2	0.9735	1.0022	1.9757	2.0281

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the three months ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	1.0471	–	1.0471	0.8449
	Group 2	0.6881	0.3590	1.0471	0.8449
Class 2 Income shares	Group 1	1.0964	–	1.0964	0.8768
	Group 2	0.6720	0.4244	1.0964	0.8768
Class 3 Income shares	Group 1	1.0510	–	1.0510	0.8365
	Group 2	0.5659	0.4851	1.0510	0.8365
Class 4 Income shares	Group 1	0.8290	–	0.8290	0.2550
	Group 2	0.8290	0.0000	0.8290	0.2550

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Accumulation shares	Group 1	1.1956	–	1.1956	0.9339
	Group 2	0.6603	0.5353	1.1956	0.9339
Class 2 Accumulation shares	Group 1	1.3369	–	1.3369	1.0480
	Group 2	0.7848	0.5521	1.3369	1.0480
Class 3 Accumulation shares	Group 1	1.3322	–	1.3322	1.0332
	Group 2	1.3322	0.0000	1.3322	1.0332

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the three months ended 15 January 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Income shares	Group 1	0.5413	–	0.5413	0.7148
	Group 2	0.1926	0.3487	0.5413	0.7148
Class 2 Income shares	Group 1	0.5661	–	0.5661	0.7394
	Group 2	0.1896	0.3765	0.5661	0.7394
Class 3 Income shares	Group 1	0.5422	–	0.5422	0.7048
	Group 2	0.2186	0.3236	0.5422	0.7048
Class 4 Income shares	Group 1	0.4280	–	0.4280	0.0000
	Group 2	0.4280	0.0000	0.4280	0.0000

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Accumulation shares	Group 1	0.6168	–	0.6168	0.7864
	Group 2	0.3744	0.2424	0.6168	0.7864
Class 2 Accumulation shares	Group 1	0.6884	–	0.6884	0.8821
	Group 2	0.3747	0.3137	0.6884	0.8821
Class 3 Accumulation shares	Group 1	0.6856	–	0.6856	0.8688
	Group 2	0.6856	0.0000	0.6856	0.8688

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

## Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund does not currently undertake securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365) or use total return swaps.

## AVIVA INVESTORS GLOBAL EQUITY UNCONSTRAINED FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of global companies.

### INVESTMENT POLICY

#### Core investment

At least 90% of the Fund will be invested in shares of global companies. "Global companies" means companies in any country across the globe, including in emerging markets.

#### Other investments

The Fund may also invest in other funds (including funds managed by Aviva Investors companies), cash, and deposits. Derivatives, such as futures, may be used from time to time, to gain market exposure which may be difficult or costly to achieve directly, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which may be hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed with an unconstrained and flexible investment style, allowing the Investment Manager the freedom to invest in selected companies of any size, and at any stage of the business cycle. This will include investing in market leading and mature companies with the potential for superior earnings growth and sustainable dividends respectively, as well as identifying companies which are out of favour at a particular point in time, but where there is a specific opportunity for the company's value to increase in the future.

#### Environmental, Social & Governance (ESG) factors

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 and Risk Measurement

The Fund's performance is compared against the MSCI® All Countries World Index\* ("the Index").

The Fund's investment process is not constrained by the Index, so it will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. However, as the Fund is unconstrained by the range, it could operate outside of it and the Investment Manager has discretion on how best to position the Fund in seeking to achieve its outcome. Therefore, the Fund's returns could be very similar to, or very different from the Index.

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 23 developed and 24 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 for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

\* 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. The Prospectus is 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 twelve months ended 15 October 2021, the Aviva Investors Global Equity Unconstrained Fund delivered a total return of 14.07% (share class 1), net of fees. The Fund's benchmark, the MSCI® All Countries World Index, returned 19.79% over the same period.

The tracking error at the year end was 5.36%.

The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.

#### Review

The Fund posted an attractive total return over the period as global equity markets performed well on the back of brisk economic recovery following the shock of the pandemic. Company earnings were generally strong as activity picked up on a gradual easing of social restrictions. Consumer goods companies profited from the release of considerable pent-up demand. The Fund nevertheless underperformed the benchmark, with stock selection being the main drag on performance.

The largest detractor over the period was Lojas Americanas. The leading Brazilian convenience retail and e-commerce business underperformed on general concerns about the Brazilian economy, while technical factors relating to a merger also led to share price turbulence. Autohome, the Chinese online content delivery service for car buyers and owners, also fared disappointingly on the back of lacklustre earnings growth and a lack of conviction in the market that a turnaround was imminent.

The leading stock contributor was MakeMyTrip. India's leading online travel agency benefited from investor enthusiasm for travel stocks and results posted during the period showing better cost control and cash preservation during the downturn. Value was also added by Volkswagen, whose shares rallied as investors welcomed its transition to a pure electric vehicle. Sector allocation was also positive overall, with the underweighting of consumer staples companies being the most helpful active position against the benchmark.

Among the new positions initiated during the period were Facebook and Toncheng-Elong. We are optimistic about the acceleration of growth in advertising for Facebook, as more dollars migrate online from traditional advertising channels at a faster pace. We recognise the regulatory risk surrounding the company, but believe that risk is now well priced in by the market. Toncheng-Elong is a Chinese domestic travel company focused on lower-tier cities. We believe the company is well placed to take market share in this underpenetrated segment of the market.



## AVIVA INVESTORS GLOBAL EQUITY UNCONSTRAINED FUND (CONTINUED)

## FUND MANAGER'S REPORT (CONTINUED)

**Outlook**

The Fund seeks to generate consistent long-term returns by investing in a concentrated, style-agnostic portfolio. Consequently, its performance is best judged over the long term.

Investors have taken heart from the success of vaccination programmes against Covid-19 and ongoing support from central banks. However, the virus (and particularly its most recent variant) continues to disrupt supply chains, with restrictions in place for merchant ships entering some Asian and European ports. With worker shortages being reported in Europe, due to illness and the need to self-isolate, it is likely that the pace of the hitherto brisk recovery will slow.

Much will depend on investors' perceptions of how central banks will proceed in an environment of above-target inflation yet continued economic uncertainty. We believe that the prospect of some modest guidance on policy tightening in the fourth quarter is unlikely to disrupt markets too severely.

**November 2021**

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 312 and 313 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

**Performance History – Accumulation Shares**

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.15 to 31.12.16	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A	N/A
31.12.19 to 31.12.20	9.30	9.50	9.50

**Performance History – Accumulation Shares**

Calendar year	Share Class 4 %	Benchmark* %
31.12.15 to 31.12.16	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A
31.12.19 to 31.12.20	9.50	13.20

\* Benchmark – MSCI® All Countries World Index.

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.

Please note that the performance figures for periods beginning 31.12.18 – 31.12.20 reflect the discounted FMF for the Discount Period.

**Material Portfolio Changes**

Purchases	Sales
PTC	NextEra Energy
Capgemini	Facebook 'A'
NVR	Trane Technologies
UBS 29/11/2021	Telecom Italia
QIAGEN	SK Hynix
Conduit Holdings	Lonza Group
Facebook 'A'	Prudential
AstraZeneca	EOG Resources
Siemens	First Republic Bank
KBC Group	Ryanair Holdings

**Synthetic Risk and Reward Indicator**

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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- The value of investments will be affected by changes in exchange rates.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	106.48	98.25	100.00
Return before operating charges <sup>†</sup>	16.68	8.86	(1.63)
Operating charges	(0.76)	(0.63)	(0.12)
Return after operating charges <sup>†</sup>	15.92	8.23	(1.75)
Distributions	(0.59)	(0.69)	(0.13)
Retained distributions on accumulation shares	0.59	0.69	0.13
Closing net asset value per share	122.40	106.48	98.25
<sup>†</sup> after direct transaction costs of	(0.12)	(0.24)	(0.07)
<b>Performance</b>			
Return after charges (%)	14.95%	8.38%	(1.75)%
<b>Other information</b>			
Closing net asset value (£000)	196	26	2
Closing number of shares	160,017	24,715	2,039
Operating charges (%) <sup>†</sup>	0.63%	0.63%	0.63%
Direct transaction costs (%) <sup>#</sup>	0.10%	0.24%	0.07%
<b>Prices<sup>™</sup></b>			
Highest share price	127.90	112.42	100.77
Lowest share price	100.35	79.59	95.41

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	106.72	98.30	100.00
Return before operating charges <sup>†</sup>	16.73	8.90	(1.60)
Operating charges	(0.57)	(0.48)	(0.10)
Return after operating charges <sup>†</sup>	16.16	8.42	(1.70)
Distributions	(0.75)	(0.87)	(0.17)
Retained distributions on accumulation shares	0.75	0.87	0.17
Closing net asset value per share	122.88	106.72	98.30
<sup>†</sup> after direct transaction costs of	(0.12)	(0.24)	(0.07)
<b>Performance</b>			
Return after charges (%)	15.14%	8.57%	(1.70)%
<b>Other information</b>			
Closing net asset value (£000)	5,104	6,512	406
Closing number of shares	4,153,278	6,102,182	412,719
Operating charges (%) <sup>†</sup>	0.48%	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.10%	0.24%	0.07%
<b>Prices<sup>™</sup></b>			
Highest share price	128.36	112.57	100.82
Lowest share price	100.58	79.70	95.42

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	106.77	98.29	100.00
Return before operating charges <sup>†</sup>	16.75	8.89	(1.63)
Operating charges	(0.48)	(0.41)	(0.08)
Return after operating charges <sup>†</sup>	16.27	8.48	(1.71)
Distributions	(0.85)	(0.92)	(0.17)
Retained distributions on accumulation shares	0.85	0.92	0.17
Closing net asset value per share	123.04	106.77	98.29
<sup>†</sup> after direct transaction costs of	(0.12)	(0.25)	(0.07)
<b>Performance</b>			
Return after charges (%)	15.24%	8.63%	(1.71)%
<b>Other information</b>			
Closing net asset value (£000)	119,458	115,611	9,830
Closing number of shares	97,088,019	108,276,191	10,001,000
Operating charges (%) <sup>†</sup>	0.40%	0.40%	0.40%
Direct transaction costs (%) <sup>#</sup>	0.10%	0.24%	0.07%
<b>Prices<sup>™</sup></b>			
Highest share price	128.51	112.58	100.81
Lowest share price	100.64	79.71	95.41

## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 p per share	2019 <sup>§</sup> p per share
<b>Class 4 Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	106.73	98.30	100.00
Return before operating charges <sup>‡</sup>	16.73	8.91	(1.62)
Operating charges	(0.57)	(0.48)	(0.08)
Return after operating charges <sup>‡</sup>	16.16	8.43	(1.70)
Distributions	(0.76)	(0.87)	(0.18)
Retained distributions on accumulation shares	0.76	0.87	0.18
Closing net asset value per share	122.89	106.73	98.30
<sup>†</sup> after direct transaction costs of	(0.12)	(0.24)	(0.07)
<b>Performance</b>			
Return after charges (%)	15.14%	8.58%	(1.70)%
<b>Other information</b>			
Closing net asset value (£000)	1,262	3,938	1
Closing number of shares	1,026,584	3,689,375	1,000
Operating charges (%) <sup>‡</sup>	0.48%	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.10%	0.24%	0.07%
<b>Prices<sup>≈</sup></b>			
Highest share price	128.37	112.58	100.82
Lowest share price	100.59	79.71	95.42

§ The Fund launched 1 August 2019.

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

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

(b) The Ongoing Charge 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 and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.63%	0.63%
Class 2	0.48%	0.48%
Class 3	0.40%	0.40%
Class 4	0.48%	0.48%

\* 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.

The ACD will apply a discount to the Fund Management Fee for 18 months from the date of the Fund's launch (the "Discount Period"). When the Discount Period ends, the Fund Management Fee will revert to the full published rate without further notice to shareholders.

The Discount Period for the Fund will apply from 1 August 2019 until 31 January 2022. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 97.91% (100.02%)</b>				
<b>Belgium 1.70% (0.00%)</b>				
KBC Group	EUR	31,905	2,143	1.70
			2,143	1.70
<b>Bermuda 4.50% (2.63%)</b>				
Arch Capital Group	USD	114,388	3,561	2.83
Conduit Holdings	GBP	462,835	2,106	1.67
			5,667	4.50
<b>Brazil 0.69% (2.01%)</b>				
Americanas	BRL	106,359	481	0.38
Lojas Americanas Preference	BRL	590,885	388	0.31
			869	0.69
<b>Cayman Islands 7.80% (5.80%)</b>				
Autohome, ADR	USD	31,741	1,155	0.92
Baidu, ADR	USD	12,403	1,468	1.16
China Conch Venture Holdings	HKD	679,500	2,475	1.96
Tongcheng-Elong Holdings	HKD	1,104,400	1,946	1.54
Xinyi Solar Holdings	HKD	1,880,000	2,792	2.22
			9,836	7.80
<b>China 3.25% (1.81%)</b>				
Ping An Insurance Group Co. of China 'H'	HKD	340,006	1,824	1.45
Jiangsu (UBS) Warrant 29/11/2021	USD	2,286,072	2,275	1.80
			4,099	3.25
<b>Denmark 1.53% (0.00%)</b>				
Vestas Wind Systems	DKK	69,338	1,925	1.53
			1,925	1.53
<b>France 3.23% (0.00%)</b>				
Capgemini	EUR	25,742	4,069	3.23
			4,069	3.23
<b>Germany 6.84% (8.94%)</b>				
Infineon Technologies	EUR	113,082	3,528	2.80
Siemens	EUR	21,369	2,515	2.00
Volkswagen Preference	EUR	15,347	2,573	2.04
			8,616	6.84
<b>Ireland 2.31% (8.21%)</b>				
Medtronic	USD	31,995	2,905	2.31
			2,905	2.31
<b>Italy 3.84% (4.16%)</b>				
Enel	EUR	329,410	1,907	1.51
Prysmian	EUR	111,770	2,934	2.33
			4,841	3.84
<b>Japan 0.00% (1.63%)</b>				
<b>Mauritius 1.88% (1.77%)</b>				
MakeMyTrip	USD	103,993	2,369	1.88
			2,369	1.88
<b>Netherlands 3.97% (1.94%)</b>				
Heineken	EUR	30,156	2,326	1.85
QIAGEN	EUR	70,979	2,673	2.12
			4,999	3.97
<b>South Korea 3.51% (4.56%)</b>				
SK Hynix	KRW	33,576	2,029	1.61
WONIK IPS	KRW	98,796	2,391	1.90
			4,420	3.51

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Switzerland 1.91% (4.35%)</b>				
Novartis	CHF	40,030	2,413	1.91
			2,413	1.91
<b>Taiwan 1.42% (1.62%)</b>				
Yageo	TWD	166,000	1,796	1.42
			1,796	1.42
<b>United Kingdom 8.86% (6.41%)</b>				
AstraZeneca	GBP	31,541	2,765	2.19
National Grid	GBP	210,750	1,875	1.49
RELX	GBP	130,257	2,847	2.26
Standard Chartered	GBP	542,619	2,670	2.12
THG Holdings	GBP	332,173	1,004	0.80
			11,161	8.86
<b>United States of America 40.67% (44.18%)</b>				
Alphabet 'A'	USD	2,054	4,216	3.35
Booz Allen Hamilton Holding	USD	42,312	2,483	1.97
Ciena	USD	55,827	2,172	1.72
Comcast 'A'	USD	75,518	2,966	2.35
Equifax	USD	17,214	3,269	2.59
Fidelity National Information Services	USD	22,406	1,984	1.58
Hubbell	USD	22,101	3,013	2.39
IQVIA Holdings	USD	17,273	3,102	2.46
Lumentum Holdings	USD	33,273	2,090	1.66
Marsh & McLennan	USD	24,070	2,813	2.23
Motorola Solutions	USD	22,175	3,954	3.14
NVR	USD	851	3,088	2.45
PTC	USD	33,446	2,989	2.37
Skyworks Solutions	USD	26,807	3,125	2.48
Thermo Fisher Scientific	USD	5,939	2,494	1.98
Union Pacific	USD	12,027	1,937	1.54
UnitedHealth Group	USD	10,564	3,230	2.56
Visa 'A'	USD	14,227	2,330	1.85
			51,255	40.67
<b>Equities total</b>			<b>123,383</b>	<b>97.91</b>
Investment assets			123,383	97.91
Net other assets			2,637	2.09
<b>Net assets</b>			<b>126,020</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		17,812		4,847
Revenue	3	1,603		739	
Expenses	4	(536)		(203)	
Net revenue before taxation		1,067		536	
Taxation	5	(173)		(89)	
Net revenue after taxation			894		447
<b>Total return before distributions</b>			<b>18,706</b>		<b>5,294</b>
Distributions	6		(894)		(448)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>17,812</b>		<b>4,846</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>126,087</b>		<b>10,239</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	6,361		111,041	
Amounts payable on cancellation of shares	(25,116)		(1,336)	
		(18,755)		109,705
Dilution adjustment		15		213
Change in net assets attributable to shareholders from investment activities (see above)		17,812		4,846
Retained distribution on accumulation shares		861		1,084
<b>Closing net assets attributable to shareholders</b>		<b>126,020</b>		<b>126,087</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	–	126,107
<b>Current assets:</b>			
Investments	7	123,383	–
Debtors	8	103	407
Cash and bank balances	9	2,612	877
<b>Total assets</b>		<b>126,098</b>	<b>127,391</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Other creditors	10	(78)	(1,304)
<b>Total liabilities</b>		<b>(78)</b>	<b>(1,304)</b>
<b>Net assets attributable to shareholders</b>		<b>126,020</b>	<b>126,087</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Currency losses	(110)	(1,392)
Derivative contracts losses	(1)	(386)
Forward currency contracts gains	8	1,443
Non-derivative securities gains	17,915	5,182
<b>Net capital gains</b>	<b>17,812</b>	<b>4,847</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	1
Overseas dividends	1,384	700
UK dividends	219	38
<b>Total revenue</b>	<b>1,603</b>	<b>739</b>

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	530	200
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	6	3
<b>Total expenses</b>	<b>536</b>	<b>203</b>

The audit fee was £9,928 (2020: £9,546) net of VAT. The audit fee forms part of the FMF.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 5 Taxation

## a Analysis of tax charge

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	173	89
<b>Total current tax (see note 5b)</b>	<b>173</b>	<b>89</b>

## b Factors affecting current tax charge

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>1,067</b>	<b>536</b>
Corporation tax at 20%	213	107
<b>Effects of:</b>		
Movement in excess management expenses	98	40
Overseas dividends not subject to corporation tax	(269)	(140)
Overseas tax suffered	173	89
UK dividends not subject to corporation tax	(43)	(7)
Tax credit on Loan relationship deficit	1	–
<b>Current tax charge (see note 5a)</b>	<b>173</b>	<b>89</b>

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

## c Deferred tax

At the balance sheet date, there is a potential deferred tax asset of £139,459 (2020: £41,241) in respect of unutilised management expenses of £697,295 (2020: £206,203). It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year or prior year.

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Final distribution	861	1,084
Add: Revenue deducted on cancellation of shares	44	8
Deduct: Revenue received on issue of shares	(11)	(644)
<b>Total distributions</b>	<b>894</b>	<b>448</b>
<b>Reconciliation of distribution for the year to net revenue after taxation</b>		
Distributions for the year	894	448
Undistributed revenue brought forward	(1)	–
Undistributed revenue carried forward	1	(1)
<b>Net revenue after taxation</b>	<b>894</b>	<b>447</b>

Details of the distributions per share are set out in the distribution table on page 324.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**7 Fair value hierarchy**

Valuation technique	As at 15.10.21 Assets at £000	As at 15.10.20 Assets at £000
Level 1: Quoted prices	123,383	126,107
<b>Total value</b>	<b>123,383</b>	<b>126,107</b>

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 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 2 or level 3 investments.

**8 Debtors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	62	80
Amounts receivable on issue of shares	–	37
Overseas tax recoverable	41	22
Sales awaiting settlement	–	268
<b>Total debtors</b>	<b>103</b>	<b>407</b>

**9 Cash and bank balances**

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing houses and brokers	–	17
Cash and bank balances	2,612	860
<b>Total cash and bank balances</b>	<b>2,612</b>	<b>877</b>

**10 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	59	56
Amounts payable for cancellation of shares	19	127
Purchases awaiting settlement	–	1,121
<b>Total other creditors</b>	<b>78</b>	<b>1,304</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

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 to the ACD at the year end in respect of Fund Management Fee was £59,485 (2020: £56,218). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £821,288 (2020: £999,694). The amount outstanding at the year end was £821,288 (2020: £999,694). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Accumulation shares)	67,051	(17,912)	84,963
ACD and related parties (Class 3 Accumulation shares)	97,088,019	(11,188,172)	108,276,191

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

### 13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 4 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.63%  
 Class 2: 0.48%  
 Class 3: 0.40%  
 Class 4: 0.48%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 312 and 313. The distributions per share are given in the distribution table on page 324. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Accumulation shares	24,715	1,971,661	(1,836,359)	–	160,017
Class 2 Accumulation shares	6,102,182	412,843	(2,361,747)	–	4,153,278
Class 3 Accumulation shares	108,276,191	600,217	(11,788,389)	–	97,088,019
Class 4 Accumulation shares	3,689,375	2,366,695	(5,029,486)	–	1,026,584

## 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 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 88.80% (2020: 93.96%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 8.90% (2020: 9.40%).

Currency	Net foreign currency assets					
	Monetary exposure		Non-monetary exposure		Total	
	£000		£000		£000	
	15.10.21	15.10.20	15.10.21	15.10.20	15.10.21	15.10.20
Brazilian real	–	(1,121)	869	2,529	869	1,408
Danish krone	–	–	1,925	–	1,925	–
Euro	137	22	24,669	20,990	24,806	21,012
Hong Kong dollar	136	23	9,036	6,663	9,172	6,686
Japanese yen	11	14	–	2,056	11	2,070
South Korean won	–	–	4,420	5,754	4,420	5,754
Swiss franc	–	–	2,413	5,484	2,413	5,484
Taiwan dollar	–	–	1,796	2,041	1,796	2,041
US dollar	1,500	698	64,988	72,513	66,488	73,211

**Interest rate risk**

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

At the year end date 2.07% (2020: 0.70%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

**Market price risk**

At the year end date, 97.91% (2020: 100.02%) 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 9.80% (2020: 10.00%).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**16 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.

	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Equities	(58,060)	(24)	(56)	(58,140)	0.04%	0.10%
	(58,060)	(24)	(56)	(58,140)		
<b>Sales</b>						
Equities	78,825	(28)	(18)	78,779	0.04%	0.02%
	78,825	(28)	(18)	78,779		
<b>Total</b>		(52)	(74)			
<b>Percentage of Fund average net assets</b>		0.04%	0.06%			

	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	(129,686)	(25)	(82)	(129,793)	0.02%	0.06%
<b>Purchases (include Corporate Action activity only)</b>						
Equities	(2)	–	–	(2)	0.00%	0.00%
	(129,688)	(25)	(82)	(129,795)		
<b>Sales</b>						
Equities	18,667	(6)	(3)	18,658	0.03%	0.02%
	18,667	(6)	(3)	18,658		
<b>Total</b>		(31)	(85)			
<b>Percentage of Fund average net assets</b>		0.07%	0.17%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.07% (2020: 0.07%). 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 TABLE

## Final distribution payable in pence per share for the year ended 15 October 2021

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	0.5856	–	0.5856	0.6850
	Group 2	0.3349	0.2507	0.5856	0.6850
Class 2 Accumulation shares	Group 1	0.7547	–	0.7547	0.8680
	Group 2	0.6208	0.1339	0.7547	0.8680
Class 3 Accumulation shares	Group 1	0.8454	–	0.8454	0.9226
	Group 2	0.4984	0.3470	0.8454	0.9226
Class 4 Accumulation shares	Group 1	0.7564	–	0.7564	0.8713
	Group 2	0.6025	0.1539	0.7564	0.8713

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund does not currently undertake securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365) or use total return swaps.

## AVIVA INVESTORS GLOBAL EMERGING MARKETS EQUITY UNCONSTRAINED FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment over the long term (5 years or more) by investing in shares of emerging market companies.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in shares of emerging market (EM) companies.

#### Other investments

The Fund may also invest in other shares, other funds (including funds managed by Aviva Investors companies), cash, and deposits. Derivatives, such as futures, may be used from time to time, to gain market exposure which may be difficult or costly to achieve directly, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which may be hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed with an unconstrained and flexible investment style, allowing the Investment Manager the freedom to invest in selected companies of any size, and at any stage of the business cycle. This will include investing in market leading and mature companies which offer the potential for superior earnings growth and sustainable dividends respectively, as well as identifying companies which are out of favour at a particular point in time, but where there is a specific opportunity for the company's value to increase in the future.

#### Environmental, Social & Governance (ESG) factors

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 and Risk Measurement

The Fund's performance is compared against the MSCI® Emerging Market Index\* ("the Index").

The Fund's investment process is not constrained by the Index, so it will not hold every company in the Index and may also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 3% and 8% when compared to the Index. However, as the Fund is unconstrained by the range, it could operate outside of it and the Investment Manager has discretion on how best to position the Fund in seeking to achieve its outcome. Therefore, the Fund's returns could be very similar to or very different from the Index.

The Index comprises large and medium sized companies, as determined by their market capitalisation (total market value of a company's outstanding shares), from 26 emerging markets, and the Index is designed to provide a broad measure of global emerging markets equity market performance.

The Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

\* 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. The Prospectus is 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

The Fund posted a net return of 14.40%\* (share class 1) in the twelve months under review. The Fund's benchmark, the MSCI Emerging Markets NR Index, returned 9.42%.

The tracking error at the year end was 5.01%.

The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.

#### Review

The extreme nature of the rally in emerging market equities in the initial stages of the review period, where investors switched aggressively from growth to value stocks, reinforced for us the benefits of holding a portfolio of stocks based on our non-consensus, change-based investment philosophy, regardless of their style implications. This absence of factor bias enabled the Fund to outperform the benchmark not only in the early stages of the review period but also for the twelve months overall.

At the start of the period, positive performances came from a diverse range of stocks. These included MakeMyTrip, Surya Citra Media and Indorama Ventures. We believe India-based online travel agency MakeMyTrip will be a key beneficiary of the rebound in domestic tourism and travel in India following the roll-out of the Covid-19 vaccine, especially as it has been able to take market share from its key competitors, which are struggling with funding issues.

As we moved into 2021, the main contributors included SITC International Holdings, a China-based transport and logistics company; Russian energy company RUSAL; and Korean social media platform afreecaTV. At this stage, we sold two of our largest positive contributors to performance. China Longyuan Power Group was exited on valuation grounds after a strong run, and we sold out of Tencent following its disappointing engagement with environmental, social and corporate governance criteria. We felt it was insufficiently focused on maintaining high standards of inclusivity and a positive culture at its overseas gaming studio.

We invested in Jiangsu Cnano Technology, a privately owned China-based company primarily engaged in producing and distributing carbon nanotubes, a conductive agent used in lithium batteries for electric vehicles. We also initiated positions in Indah Kiat Pulp and Paper, as we felt its current valuation failed to capture the strong growth in Asian pulp prices, and China-based e-commerce fashion business Vipshop for its attractive, competitive niche position.



# AVIVA INVESTORS GLOBAL EMERGING MARKETS EQUITY UNCONSTRAINED FUND (CONTINUED)

## FUND MANAGER'S REPORT (CONTINUED)

### Review (continued)

In the latter stages of the review period, value was added by power generation company China Datang Corporation Renewable; South Korea-based ECOPRO BM, which manufactures cathode materials for electric vehicle batteries; and China-based Meituan, an online shopping platform provider. However, Brazil-based retail chain Lojas Americanas offset many of these gains as technical issues relating to a company takeover saw its share price plunge. China-based provider of private education services New Oriental Education was hit by regulatory moves by the Chinese government.

### Outlook

The performance of emerging market equities year to date has been disappointing, with investor sentiment being challenged by Chinese regulatory escalation and concerns regarding the impact of Covid variants on many emerging market societies.

While the extent of regulatory change is troubling for investors, we see a number of positive elements to the Chinese authorities' attempts to create a fairer and better balanced society and economy. We also view current equity valuations as extremely attractive from a longer-term perspective.

Although the impact of Covid remains severe in many countries, with notable production disruption as governments restrict mobility to protect local populations, the accelerating roll-out of vaccines give grounds for optimism.

### November 2021

\* Fund performance figures – source Lipper, a Thomson Reuters company, net of fees, net income reinvested

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 328 and 329 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.15 to 31.12.16	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A	N/A
31.12.19 to 31.12.20	14.80	14.90	15.00

### Performance History – Accumulation Shares

Calendar year	Share Class 4 %	Benchmark* %
31.12.15 to 31.12.16	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A
31.12.19 to 31.12.20	14.90	15.00

\* Benchmark – MSCI\* Emerging Market Index.

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.

Please note that the performance figures for periods beginning 31.12.18 – 31.12.20 reflect the discounted FMF for the Discount Period.

### Material Portfolio Changes

Purchases	Sales
Tencent Holdings	Tencent Holdings
Yantai Jereh (UBS) Warrant 14/01/2022	China Longyuan Power Group 'H'
Baidu, ADR	DeltaOne (UBS) Warrant 28/02/2022
Jiangsu (UBS) Warrant 29/11/2021	SITC International Holdings
Indah Kiat Pulp & Paper	momo.com
Alibaba Group Holding, ADR	Prosus
Prosus	NetEase, ADR
China Petroleum & Chemical 'H'	ENN Ecological Holdings (UBS) Warrant 31/05/2021
Topsports International Holdings	Absa Group
Standard Chartered	LUKOIL

### Synthetic Risk and Reward Indicator



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

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

– 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'.

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

– The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.

– Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	107.66	96.01	100.00
Return before operating charges <sup>†</sup>	16.35	12.27	(3.87)
Operating charges	(0.76)	(0.62)	(0.12)
Return after operating charges <sup>†</sup>	15.59	11.65	(3.99)
Distributions	(1.51)	(1.63)	(0.45)
Retained distributions on accumulation shares	1.51	1.63	0.45
Closing net asset value per share	123.25	107.66	96.01
<sup>†</sup> after direct transaction costs of	(0.23)	(0.29)	(0.09)
<b>Performance</b>			
Return after charges (%)	14.48%	12.13%	(3.99)%
<b>Other information</b>			
Closing net asset value (£000)	31	8	2
Closing number of shares	25,215	7,755	2,052
Operating charges (%) <sup>†</sup>	0.63%	0.63%	0.63%
Direct transaction costs (%) <sup>#</sup>	0.19%	0.29%	0.09%
<b>Prices<sup>™</sup></b>			
Highest share price	131.35	108.94	99.81
Lowest share price	106.17	77.45	93.28

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	107.83	96.03	100.00
Return before operating charges <sup>†</sup>	16.39	12.28	(3.87)
Operating charges	(0.58)	(0.48)	(0.10)
Return after operating charges <sup>†</sup>	15.81	11.80	(3.97)
Distributions	(1.71)	(1.77)	(0.47)
Retained distributions on accumulation shares	1.71	1.77	0.47
Closing net asset value per share	123.64	107.83	96.03
<sup>†</sup> after direct transaction costs of	(0.23)	(0.29)	(0.09)
<b>Performance</b>			
Return after charges (%)	14.66%	12.29%	(3.97)%
<b>Other information</b>			
Closing net asset value (£000)	376	43	14
Closing number of shares	304,489	39,869	14,651
Operating charges (%) <sup>†</sup>	0.48%	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.19%	0.29%	0.09%
<b>Prices<sup>™</sup></b>			
Highest share price	131.63	109.12	99.81
Lowest share price	106.35	77.52	93.28

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	107.92	96.04	100.00
Return before operating charges <sup>†</sup>	16.40	12.28	(3.88)
Operating charges	(0.49)	(0.40)	(0.08)
Return after operating charges <sup>†</sup>	15.91	11.88	(3.96)
Distributions	(1.79)	(1.85)	(0.48)
Retained distributions on accumulation shares	1.79	1.85	0.48
Closing net asset value per share	123.83	107.92	96.04
<sup>†</sup> after direct transaction costs of	(0.23)	(0.29)	(0.09)
<b>Performance</b>			
Return after charges (%)	14.74%	12.37%	(3.96)%
<b>Other information</b>			
Closing net asset value (£000)	13,417	11,202	9,605
Closing number of shares	10,834,791	10,379,708	10,001,000
Operating charges (%) <sup>†</sup>	0.40%	0.40%	0.40%
Direct transaction costs (%) <sup>#</sup>	0.19%	0.29%	0.09%
<b>Prices<sup>™</sup></b>			
Highest share price	131.78	109.22	99.81
Lowest share price	106.43	77.55	93.28

## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 p per share	2019 <sup>§</sup> p per share
<b>Class 4 Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	107.82	96.03	100.00
Return before operating charges <sup>†</sup>	16.38	12.26	(3.87)
Operating charges	(0.58)	(0.47)	(0.10)
Return after operating charges <sup>†</sup>	15.80	11.79	(3.97)
Distributions	(1.70)	(1.77)	(0.47)
Retained distributions on accumulation shares	1.70	1.77	0.47
Closing net asset value per share	123.62	107.82	96.03
<sup>†</sup> after direct transaction costs of	(0.23)	(0.29)	(0.09)
<b>Performance</b>			
Return after charges (%)	14.65%	12.28%	(3.97)%
<b>Other information</b>			
Closing net asset value (£000)	13,106	8,482	2,733
Closing number of shares	10,601,099	7,866,061	2,845,845
Operating charges (%) <sup>‡</sup>	0.48%	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.19%	0.29%	0.09%
<b>Prices<sup>≈</sup></b>			
Highest share price	131.62	109.12	99.81
Lowest share price	106.33	77.51	93.28

§ The Fund launched on 29 July 2019.

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

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

(b) The Ongoing Charge 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 and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.63%	0.63%
Class 2	0.48%	0.48%
Class 3	0.40%	0.40%
Class 4	0.48%	0.48%

\* 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.

The ACD will apply a discount to the Fund Management Fee for the relevant period stipulated below beginning on the date of the Fund's launch (the "Discount Period"). When the Discount Period ends, the FMF will revert to the full published rate without further notice to Shareholders.

The Discount Period for the Fund will apply from 29 July 2019 until 28 January 2022. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 97.15% (95.09%)</b>				
<b>Bermuda 0.96% (2.46%)</b>				
China Oriental Group	HKD	1,186,000	258	0.96
			258	0.96
<b>Brazil 4.03% (3.39%)</b>				
Americanas	BRL	18,078	82	0.30
Banco do Brasil	BRL	81,927	331	1.23
Cyrela Brazil Realty SA Empreendimentos e Participacoes	BRL	136,398	320	1.19
Lojas Americanas Preference	BRL	100,438	66	0.25
TIM	BRL	173,480	285	1.06
			1,084	4.03
<b>Cayman Islands 25.26% (28.36%)</b>				
Alibaba Group Holding, ADR	USD	7,628	926	3.44
Autohome, ADR	USD	7,649	278	1.03
Baidu, ADR	USD	3,789	449	1.67
China Conch Venture Holdings	HKD	148,500	541	2.01
China Yongda Automobiles Services Holdings	HKD	214,742	246	0.91
Dada Nexus, ADR	USD	21,427	322	1.20
JD.com, ADR	USD	9,219	543	2.02
KWG Group Holdings	HKD	580,897	369	1.37
KWG Living Group Holdings	HKD	726,503	390	1.45
New Oriental Education & Technology Group, ADR	USD	71,544	123	0.46
Sands China	HKD	102,617	160	0.59
Tencent Holdings	HKD	25,200	1,168	4.34
Tongcheng-Elong Holdings	HKD	216,400	381	1.41
Topsports International Holdings	HKD	447,000	370	1.37
Vipshop Holdings, ADR	USD	18,637	154	0.57
Xinyi Solar Holdings	HKD	258,000	383	1.42
			6,803	25.26
<b>China 13.18% (13.16%)</b>				
China Datang Corp. Renewable Power 'H'	HKD	1,053,963	363	1.35
China Petroleum & Chemical 'H'	HKD	1,299,302	481	1.78
Haier Smart Home (UBS) Warrant 26/05/2022	USD	116,062	344	1.28
Jiangsu (UBS) Warrant 29/11/2021	USD	511,677	509	1.89
Livzon Pharmaceutical Group 'H'	HKD	72,300	184	0.68
Nari Technology (UBS) Warrant 26/08/2022	USD	113,200	440	1.63
Ping An Insurance Group Co. of China 'H'	HKD	79,212	425	1.58
Venus MedTech Hangzhou 'H'	HKD	94,500	368	1.37
Yantai Jereh (UBS) Warrant 14/01/2022	USD	81,900	436	1.62
			3,550	13.18
<b>Hong Kong 0.00% (2.59%)</b>				
<b>India 4.75% (4.38%)</b>				
HDFC Bank, ADR	USD	5,904	325	1.21
Reliance Industries, GDR	USD	17,984	953	3.54
			1,278	4.75
<b>Indonesia 3.72% (1.21%)</b>				
Bank BTPN Syariah	IDR	1,957,600	387	1.44
Indah Kiat Pulp & Paper	IDR	742,000	346	1.28
Surya Citra Media	IDR	2,682,500	268	1.00
			1,001	3.72
<b>Kazakhstan 1.66% (0.00%)</b>				
Kaspi.KZ, GDR	USD	5,166	446	1.66
			446	1.66
<b>Malaysia 0.00% (1.12%)</b>				

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Mauritius 2.03% (1.38%)</b>				
MakeMyTrip	USD	24,049	548	2.03
			548	2.03
<b>Mexico 1.44% (0.00%)</b>				
Grupo Televisa	MXN	225,269	388	1.44
			388	1.44
<b>Netherlands 1.99% (2.47%)</b>				
Prosus	ZAR	8,820	537	1.99
			537	1.99
<b>Poland 1.50% (0.00%)</b>				
Bank Polska Kasa Opieki	PLN	17,971	405	1.50
			405	1.50
<b>Russia 3.89% (3.72%)</b>				
Detsky Mir	RUB	155,031	215	0.80
Sberbank of Russia	RUB	133,326	507	1.88
United Co. RUSAL International	HKD	400,000	326	1.21
			1,048	3.89
<b>South Africa 2.62% (0.00%)</b>				
Life Healthcare Group Holdings	ZAR	296,724	336	1.25
Transaction Capital	ZAR	175,411	369	1.37
			705	2.62
<b>South Korea 13.80% (17.18%)</b>				
AfreecaTV	KRW	3,291	315	1.17
Ecopro BM	KRW	1,171	314	1.17
Hyundai Motor	KRW	3,209	411	1.53
LG Chem	KRW	977	502	1.86
POSCO	KRW	1,397	282	1.05
Samsung Electronics	KRW	24,513	1,057	3.92
SK Hynix	KRW	6,002	363	1.35
WONIK IPS	KRW	19,456	471	1.75
			3,715	13.80
<b>Taiwan 11.58% (11.11%)</b>				
Hon Hai Precision Industry	TWD	173,000	492	1.83
MediaTek	TWD	21,000	467	1.73
Sinbon Electronics	TWD	56,653	356	1.32
Taiwan Semiconductor Manufacturing	TWD	81,000	1,260	4.68
Topkey	TWD	71,000	241	0.89
Yageo	TWD	28,000	303	1.13
			3,119	11.58
<b>Thailand 2.88% (2.56%)</b>				
Indorama Ventures	THB	403,200	390	1.45
Thai Beverage	SGD	1,008,400	386	1.43
			776	2.88
<b>United Kingdom 1.86% (0.00%)</b>				
Standard Chartered	GBP	102,024	502	1.86
			502	1.86
<b>Equities total</b>			<b>26,163</b>	<b>97.15</b>
Investment assets			26,163	97.15
Net other assets			767	2.85
<b>Net assets</b>			<b>26,930</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		2,557		1,808
Revenue	3	521		395	
Expenses	4	(107)		(67)	
Net revenue before taxation		414		328	
Taxation	5	(56)		(33)	
Net revenue after taxation			358		295
<b>Total return before distributions</b>			<b>2,915</b>		<b>2,103</b>
Distributions	6		(358)		(295)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>2,557</b>		<b>1,808</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>19,735</b>		<b>12,354</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	6,591		8,004	
Amounts payable on cancellation of shares	(2,339)		(2,790)	
		4,252		5,214
Dilution adjustment		6		27
Change in net assets attributable to shareholders from investment activities (see above)		2,557		1,808
Retained distribution on accumulation shares		380		332
<b>Closing net assets attributable to shareholders</b>		<b>26,930</b>		<b>19,735</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	–	18,766
<b>Current assets:</b>			
Investments	7	26,163	–
Debtors	8	80	586
Cash and bank balances	9	892	450
<b>Total assets</b>		<b>27,135</b>	<b>19,802</b>
<b>Liabilities:</b>			
Deferred tax	10	–	(1)
<b>Creditors:</b>			
Bank overdrafts		–	(6)
Other creditors	11	(205)	(60)
<b>Total liabilities</b>		<b>(205)</b>	<b>(67)</b>
<b>Net assets attributable to shareholders</b>		<b>26,930</b>	<b>19,735</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Compensation items	–	6
Currency losses	(46)	(53)
Non-derivative securities gains	2,603	1,855
<b>Net capital gains</b>	<b>2,557</b>	<b>1,808</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	1
Overseas dividends	514	394
UK dividends	7	–
<b>Total revenue</b>	<b>521</b>	<b>395</b>

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	104	66
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	3	1
<b>Total expenses</b>	<b>107</b>	<b>67</b>

The audit fee was £9,928 (2020: £9,546) net of VAT. The audit fee forms part of the FMF.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 5 Taxation

## a Analysis of tax charge

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	57	32
<b>Total current tax (see note 5b)</b>	<b>57</b>	<b>32</b>
Deferred tax (see note 5c)	(1)	1
<b>Total tax for the year</b>	<b>56</b>	<b>33</b>

## b Factors affecting current tax charge

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>414</b>	<b>328</b>
Corporation tax at 20%	83	66
<b>Effects of:</b>		
Deferred tax	(1)	1
Double tax relief	–	(3)
Movement in excess management expenses	5	(1)
Overseas dividends not subject to corporation tax	(86)	(62)
Overseas tax expensed	(2)	–
Overseas tax suffered	57	32
Revenue taxable in different periods	1	–
UK dividends not subject to corporation tax	(1)	–
<b>Current tax charge (see note 5a)</b>	<b>56</b>	<b>33</b>

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

## c Deferred tax

There was no provision for deferred tax at the year end (2020: £nil).

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Provision at the start of the year	1	–
Movement in deferred tax for the year (Note 5(a))	(1)	1
<b>Provision at the end of the year</b>	<b>–</b>	<b>1</b>

At the balance sheet date, there is a potential deferred tax asset of £5,189 (2020: nil) in respect of unutilised management expenses of £25,943 (2020: nil). It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year or prior year.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £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	380	332
	380	332
Add: Revenue deducted on cancellation of shares	11	28
Deduct: Revenue received on issue of shares	(33)	(65)
<b>Total distributions</b>	<b>358</b>	<b>295</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	358	295
<b>Net revenue after taxation</b>	<b>358</b>	<b>295</b>

Details of the distributions per share are set out in the distribution table on page 340.

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21 Assets at £000	As at 15.10.20 Assets at £000
Level 1: Quoted prices	26,163	18,719
Level 3: Unobservable data	–	47
<b>Total value</b>	<b>26,163</b>	<b>18,766</b>

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 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 2 investments.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	57	28
Amounts receivable on issue of shares	22	438
Overseas tax recoverable	1	3
Sales awaiting settlement	–	117
<b>Total debtors</b>	<b>80</b>	<b>586</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	892	450
<b>Total cash and bank balances</b>	<b>892</b>	<b>450</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**10 Provisions for liabilities**

	As at 15.10.21 £000	As at 15.10.20 £000
Deferred tax provision	–	1
<b>Total provisions for liabilities</b>	<b>–</b>	<b>1</b>

**11 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	7	1
Amounts payable for cancellation of shares	198	–
Purchases awaiting settlement	–	59
<b>Total other creditors</b>	<b>205</b>	<b>60</b>

**12 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £nil).

**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 to the ACD at the year end in respect of Fund Management Fee was £6,787 (2020: £996). 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 £195,293 (2020: £192,269). The amount outstanding at the year end was £195,293 (2020: £192,269). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Accumulation shares)	67,051	49,757	17,294
ACD and related parties (Class 3 Accumulation shares)	10,834,791	455,083	10,379,708

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

**14 Shareholder funds**

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 4 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.63%  
 Class 2: 0.48%  
 Class 3: 0.40%  
 Class 4: 0.48%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 328 to 329. The distributions per share are given in the distribution table on pages 340. All the share classes have the same rights on winding up.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**15 Shares in issue reconciliation**

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Accumulation shares	7,755	19,103	(1,643)	–	25,215
Class 2 Accumulation shares	39,869	320,563	(55,943)	–	304,489
Class 3 Accumulation shares	10,379,708	500,463	(45,380)	–	10,834,791
Class 4 Accumulation shares	7,866,061	4,533,189	(1,798,151)	–	10,601,099

**16 Derivatives and other financial instruments**

The policies applied in the management of financial instruments are set out on pages 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 95.50% (2020: 96.40%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 9.55% (2020: 9.64%).

Currency	Net foreign currency assets					
	Monetary exposure £000		Non-monetary exposure £000		Total £000	
	15.10.21	15.10.20	15.10.21	15.10.20	15.10.21	15.10.20
Brazilian real	1	2	1,084	670	1,085	672
Hong Kong dollar	48	68	6,413	5,203	6,461	5,271
Indonesian rupiah	–	–	1,001	238	1,001	238
Malaysian ringgit	–	–	–	220	–	220
Mexican peso	–	–	388	–	388	–
Polish zloty	1	3	405	–	406	3
Russian ruble	–	6	722	273	722	279
Singapore dollar	–	–	386	313	386	313
South African rand	–	–	1,242	488	1,242	488
South Korean won	6	5	3,715	3,391	3,721	3,396
Taiwan dollar	–	–	3,119	2,194	3,119	2,194
Thailand baht	–	–	390	191	390	191
US dollar	–	111	6,796	5,585	6,796	5,696

**Interest rate risk**

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

At the year end date 3.31% (2020: 2.26%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

The floating rate on bank balances is linked to the Depositary's base rate.

**Market price risk**

At the year end date, 97.15% (2020: 95.07%) 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 9.72% (2020: 9.51%).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 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.

	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	(19,178)	(10)	(13)	(19,201)	0.05%	0.07%
<b>Purchases (including Corporate Action activity only)</b>						
Equities	(2)	–	–	(2)	0.00%	0.00%
	(19,180)	(10)	(13)	(19,203)		
<b>Sales (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	14,432	(8)	(15)	14,409	0.06%	0.10%
	14,432	(8)	(15)	14,409		
<b>Total</b>		(18)	(28)			
<b>Percentage of Fund average net assets</b>		0.07%	0.12%			

	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	(19,100)	(11)	(8)	(19,119)	0.06%	0.04%
<b>Purchases (including Corporate Action activity only)</b>						
Equities	(1)	–	–	(1)	0.00%	0.00%
	(19,101)	(11)	(8)	(19,120)		
<b>Sales (excluding Inspecie &amp; Corporate Action activity)</b>						
Equities	14,023	(8)	(17)	13,998	0.06%	0.12%
	14,023	(8)	(17)	13,998		
<b>Total</b>		(19)	(25)			
<b>Percentage of Fund average net assets</b>		0.13%	0.16%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.16% (2020: 0.18%). 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 TABLE

## Final distribution payable in pence per share for the year ended 15 October 2021

Accumulation shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	1.5117	–	1.5117	1.6345
	Group 2	1.0126	0.4991	1.5117	1.6345
Class 2 Accumulation shares	Group 1	1.7071	–	1.7071	1.7702
	Group 2	1.2081	0.4990	1.7071	1.7702
Class 3 Accumulation shares	Group 1	1.7919	–	1.7919	1.8494
	Group 2	1.2703	0.5216	1.7919	1.8494
Class 4 Accumulation shares	Group 1	1.6981	–	1.6981	1.7735
	Group 2	1.0643	0.6338	1.6981	1.7735

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund does not currently undertake securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365) or use total return swaps.

## AVIVA INVESTORS MANAGED HIGH INCOME FUND

### INVESTMENT OBJECTIVE

The Fund will invest in bonds issued by companies and aims to provide an income of at least 110% of the income return of the benchmark, and an overall net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is a composite index, as detailed below.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in bonds (including those issued by governments and supranational organisations) issued in Sterling or hedged to Sterling, including exposure to emerging markets. A maximum of 70% of the Fund may be invested in sub-investment grade bonds, which have been independently rated as sub-investment grade with a credit rating below BBB-/Baa3.

Sub-investment grade bonds are typically regarded as being of lower quality than "investment grade" bonds, but typically offer a higher yield.

#### Other investments

The Fund may also invest in other bonds, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed with a flexible investment allocation approach across global bond markets. The Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk adjusted-returns. The Investment Manager will focus on identifying what they judge to be higher quality investment grade or sub-investment grade bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

#### Environmental, Social and Governance (ESG) factors

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 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's performance is measured against the Index, a composite benchmark of 40% Markit iBoxx® Sterling Non-Gilts Index, 50% Bloomberg Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Markets Bond Index (Sterling Hedged) after charges and taxes, whilst the income target is measured before charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of global bonds (approximately 3,600).

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Managed High Income Fund posted a total return of 4.03% (share class 1) net of fees. The Fund's composite benchmark\*, 40% Markit iBoxx Sterling Non-Gilts Index, 50% Bloomberg Barclays Global High Yield Index ex CMBS ex EMG 2% issuer capped and 10% JPM Emerging Markets Bond Index, returned 4.00% over the same period.

The tracking error at the year end was 0.47%.

#### Review

In a challenging environment for fixed income assets, the Fund generated a positive return and outperformed its benchmark. The weakness of government bonds created a headwind for most areas of fixed income during the period. Benchmark government bond yields, which move inversely to prices, rose by one hundred basis points and eighty basis points respectively in the UK and US as investors anticipated that a combination of stronger growth and rising inflation would bring forward tighter monetary policy. This was despite the main central banks reiterating that their ultra-accommodative stance would remain in place until the economic recovery became established.

Total returns for corporate bonds were held back by the weakness of government bonds, although a tightening of credit spreads attested to the fundamental health of the market. The most resilient areas were lower-quality credits and those sectors that are most sensitive to the ultimate ending of social restrictions, such as leisure. High-yield bonds performed well amid strong appetite for risk, despite record new issuance in the US.

The Fund benefited from timely moves to adjust risk as sentiment shifted over the course of the review period. Credit risk was raised when confidence surged on the approval of Covid vaccines in November 2020 but then dialled back as inflation concerns began to come to the fore in the summer of 2021. The underweighting of interest rate risk also added value.



## AVIVA INVESTORS MANAGED HIGH INCOME FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Review (continued)

Occidental Petroleum prospered on the back of rising crude oil prices and moves to pay down debt. Debt reduction also drove strong performance by telecommunications giant AT&T. Other profitable positions included HSBC, AXA and Time Warner. The main detractor over the period was the Fund's US high-yield bond exposure, which suffered from disappointing security selection.

#### Outlook

The global economic outlook continues to improve on the back of mass Covid-19 vaccination programmes and huge fiscal stimulus, most notably in the US. We expect this to persist in the medium term.

We expect corporate bond default rates to remain low and credit fundamentals to improve as company earnings continue to reflect the re-opening of economies. Technical factors offer a further underpinning as investor demand remains very strong but issuance is expected to fall away somewhat over the remainder of the year.

Corporate bond valuations nevertheless remain stretched and we therefore remain wary of taking on too much credit risk within lower-quality segments of the market. There are numerous sources of potential market volatility and we will be monitoring closely central bank statement indicating their expected path to monetary policy normalisation and the progress of US stimulus packages through the legislature. We anticipate that the US Federal Reserve will announce a winding up of its quantitative easing programme in November. We now have neutral risk position as we head into 2022.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on page 344 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	8.82	9.49	9.74	12.78
31.12.16 to 31.12.17	3.89	4.63	4.95	5.85
31.12.17 to 31.12.18	-3.77	-3.32	-3.02	-2.98
31.12.18 to 31.12.19	11.50	11.80	12.10	11.10
31.12.19 to 31.12.20	6.10	6.30	6.60	6.20

\* Benchmark – a composite benchmark of 40% Markit iBoxx® Sterling Non-Gilts Index, 50% Bloomberg Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged) and 10% JPM® Emerging Markets Bond Index (Sterling Hedged).

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.

### Material Portfolio Changes

Purchases	Sales
UK Treasury 0.63% 31/07/2035	UK Treasury 0.63% 31/07/2035
UK Treasury 4.50% 07/09/2034	Legal & General Group, FRN 10.00% 23/07/2041
Legal & General Group, FRN 5.38% 27/10/2045	UK Treasury 4.50% 07/09/2034
Bank of America, FRN 2.69% 22/04/2032	Barclays Bank 10.00% 21/05/2021
Cellnex Finance 2.00% 15/02/2033	Lloyds Bank, FRN 12.00% Perpetual
Nexi 1.63% 30/04/2026	Network i2i, FRN 5.65% Perpetual
BCP V Modular Services Finance II 4.75% 30/11/2028	Ford Motor 8.50% 21/04/2023
Dufry One 3.38% 15/04/2028	UniCredit, FRN 2.73% 15/01/2032
Ford Motor Credit 2.75% 14/06/2024	Banco Bilbao Vizcaya Argentaria, FRN 6.00% Perpetual
Organon Finance 1 2.88% 30/04/2028	Fiat Chrysler Automobiles 3.88% 05/01/2026

### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	51.66	51.64	50.09
Return before operating charges <sup>‡</sup>	2.48	2.39	4.24
Operating charges	(0.46)	(0.45)	(0.45)
Return after operating charges <sup>‡</sup>	2.02	1.94	3.79
Distributions	(1.65)	(1.92)	(2.24)
Closing net asset value per share	52.03	51.66	51.64
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	3.91%	3.76%	7.57%
<b>Other information</b>			
Closing net asset value (£000)	34,682	36,689	38,581
Closing number of shares	66,654,651	71,023,984	74,707,760
Operating charges (%) <sup>‡</sup>	0.87%	0.88%	0.87%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	53.53	53.18	52.44
Lowest share price	51.30	44.14	48.87

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	77.50	77.48	75.16
Return before operating charges <sup>‡</sup>	3.73	3.56	6.34
Operating charges	(0.49)	(0.48)	(0.48)
Return after operating charges <sup>‡</sup>	3.24	3.08	5.86
Distributions	(2.68)	(3.06)	(3.54)
Closing net asset value per share	78.06	77.50	77.48
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	4.18%	3.98%	7.80%
<b>Other information</b>			
Closing net asset value (£000)	9,497	10,524	11,651
Closing number of shares	12,166,644	13,579,007	15,036,959
Operating charges (%) <sup>‡</sup>	0.62%	0.63%	0.62%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	80.30	79.65	78.49
Lowest share price	76.97	66.11	73.27

Class 3 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	104.08	104.05	100.93
Return before operating charges <sup>‡</sup>	5.00	4.78	8.51
Operating charges	(0.34)	(0.33)	(0.33)
Return after operating charges <sup>‡</sup>	4.66	4.45	8.18
Distributions	(3.91)	(4.42)	(5.06)
Closing net asset value per share	104.83	104.08	104.05
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	4.48%	4.28%	8.10%
<b>Other information</b>			
Closing net asset value (£000)	78,479	81,756	83,508
Closing number of shares	74,863,376	78,554,178	80,257,018
Operating charges (%) <sup>‡</sup>	0.32%	0.33%	0.32%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	107.85	106.97	105.42
Lowest share price	103.38	88.79	98.40

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.87%	0.88%
Class 2	0.62%	0.63%
Class 3	0.32%	0.33%

\* 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.

The OCF includes a synthetic charge of 0.00% (2020: 0.01%) in respect of underlying investments.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Collective Investment Schemes 9.42% (9.73%)</b>				
Aviva Investors Emerging Markets Bond Fund Class Zqh, Income shares, EUR <sup>†</sup>	EUR	14,940	11,550	9.42
<b>Collective Investment Schemes total</b>			<b>11,550</b>	<b>9.42</b>
<b>Equities 0.00% (0.00%)</b>				
<b>United States of America 0.00% (0.00%)</b>				
Westmoreland Mining <sup>^</sup>	USD	11,303	–	–
Westmoreland Coal <sup>^</sup>	USD	768,104	–	–
			–	–
<b>Equities total</b>			<b>–</b>	<b>–</b>
<b>Government Bonds 3.76% (3.05%)</b>				
<b>United Kingdom 3.76% (3.05%)</b>				
UK Treasury 0.88% 31/07/2033	GBP	453,760	441	0.36
UK Treasury 4.50% 07/09/2034	GBP	675,886	944	0.77
UK Treasury 0.63% 31/07/2035	GBP	1,000,000	920	0.75
UK Treasury 4.75% 07/12/2038	GBP	1,500,000	2,307	1.88
			4,612	3.76
<b>Government Bonds total</b>			<b>4,612</b>	<b>3.76</b>
<b>Corporate Bonds 80.74% (81.99%)</b>				
<b>Australia 0.39% (0.54%)</b>				
FMG Resources August 2006 4.50% 15/09/2027	USD	320,000	245	0.20
FMG Resources August 2006 4.38% 01/04/2031	USD	315,000	235	0.19
			480	0.39
<b>Bermuda 0.63% (0.61%)</b>				
Fly Leasing 7.00% 15/10/2024	USD	545,000	393	0.32
NCL 12.25% 15/05/2024	USD	140,000	120	0.10
NCL 10.25% 01/02/2026	USD	190,000	158	0.13
NCL Finance 6.13% 15/03/2028	USD	35,000	26	0.02
Weatherford International 8.63% 30/04/2030	USD	100,000	73	0.06
			770	0.63
<b>Canada 2.18% (2.11%)</b>				
Bausch Health 9.00% 15/12/2025	USD	120,000	92	0.07
Bausch Health 5.00% 30/01/2028	USD	430,000	290	0.24
Bausch Health 6.25% 15/02/2029	USD	225,000	159	0.13
Garda World Security 4.63% 15/02/2027	USD	500,000	363	0.29
goeasy 5.38% 01/12/2024	USD	475,000	356	0.29
New Gold 7.50% 15/07/2027	USD	375,000	285	0.23
Open Text 3.88% 15/02/2028	USD	160,000	118	0.10
Parkland 4.50% 01/10/2029	USD	115,000	85	0.07
Telesat Canada 5.63% 06/12/2026	USD	350,000	242	0.20
Videotron 5.38% 15/06/2024	USD	400,000	315	0.26
Videotron 3.63% 15/06/2029	USD	500,000	368	0.30
			2,673	2.18
<b>Cayman Islands 1.20% (1.06%)</b>				
Hawaiian Brand Intellectual Property 5.75% 20/01/2026	USD	105,000	81	0.07
Spirit Loyalty Cayman 8.00% 20/09/2025	USD	128,655	105	0.08
UPCB Finance VII 3.63% 15/06/2029	EUR	1,500,000	1,289	1.05
			1,475	1.20
<b>France 3.23% (2.94%)</b>				
Altice France 5.50% 15/10/2029	USD	425,000	310	0.25
AXA, FRN 5.63% 16/01/2054	GBP	1,200,000	1,463	1.19
BNP Paribas, FRN 2.00% 24/05/2031	GBP	500,000	496	0.41
Credit Agricole, FRN 1.87% 09/12/2031	GBP	300,000	295	0.24

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>France 3.23% (2.94%) (continued)</b>				
Iliad Holding 6.50% 15/10/2026	USD	250,000	187	0.15
Loxam 3.75% 15/07/2026	EUR	681,000	581	0.48
PSA Tresorerie GIE 6.00% 19/09/2033	EUR	500,000	628	0.51
			3,960	3.23
<b>Germany 0.84% (1.04%)</b>				
IHO Verwaltungs 6.00% 15/05/2027	USD	700,000	529	0.43
INEOS Styrolution Group 2.25% 16/01/2027	EUR	600,000	495	0.41
			1,024	0.84
<b>Ireland 0.70% (0.51%)</b>				
Castlelake Aviation Finance DAC 5.00% 15/04/2027	USD	165,000	121	0.10
GE Capital UK Funding 5.88% 18/01/2033	GBP	300,000	399	0.32
GE Capital UK Funding 8.00% 14/01/2039	GBP	200,000	343	0.28
			863	0.70
<b>Italy 3.66% (3.91%)</b>				
Enel, FRN 8.75% 24/09/2073	USD	1,000,000	826	0.68
Gamma Bidco 6.25% 15/07/2025	EUR	972,000	846	0.69
Infrastrutture Wireless Italiane 1.75% 19/04/2031	EUR	521,000	438	0.36
Nexi 1.63% 30/04/2026	EUR	924,000	775	0.63
Telecom Italia 5.88% 19/05/2023	GBP	1,500,000	1,598	1.30
			4,483	3.66
<b>Liberia 0.18% (0.00%)</b>				
Royal Caribbean Cruises 10.88% 01/06/2023	USD	145,000	118	0.09
Royal Caribbean Cruises 11.50% 01/06/2025	USD	27,000	22	0.02
Royal Caribbean Cruises 5.50% 01/04/2028	USD	110,000	82	0.07
			222	0.18
<b>Luxembourg 1.40% (1.86%)</b>				
Altice Financing 5.75% 15/08/2029	USD	450,000	322	0.26
Altice France Holding 8.00% 15/05/2027	EUR	750,000	672	0.55
Altice France Holding 4.00% 15/02/2028	EUR	725,000	573	0.47
Stena International 6.13% 01/02/2025	USD	200,000	150	0.12
			1,717	1.40
<b>Mauritius 0.00% (0.90%)</b>				
<b>Netherlands 3.03% (4.87%)</b>				
Alcoa Nederland Holding 5.50% 15/12/2027	USD	350,000	272	0.22
Duffry One 3.38% 15/04/2028	EUR	889,000	738	0.60
OI European Group 2.88% 15/02/2025	EUR	582,000	494	0.40
Telefonica Europe, FRN 2.50% Perpetual	EUR	1,300,000	1,124	0.92
Trivium Packaging Finance 5.50% 15/08/2026	USD	550,000	417	0.34
Ziggo Bond 3.38% 28/02/2030	EUR	800,000	670	0.55
			3,715	3.03
<b>Norway 0.00% (0.23%)</b>				
<b>Panama 0.14% (0.00%)</b>				
Carnival 4.00% 01/08/2028	USD	240,000	176	0.14
			176	0.14
<b>Spain 0.99% (0.56%)</b>				
Cellnex Finance 2.00% 15/02/2033	EUR	1,500,000	1,218	0.99
			1,218	0.99
<b>Supranational 1.70% (1.12%)</b>				
Allied Universal Holdco 4.63% 01/06/2028	USD	200,000	144	0.12
American Airlines 5.50% 20/04/2026	USD	50,000	38	0.03
American Airlines 5.75% 20/04/2029	USD	170,000	133	0.11
Ardagh Packaging Finance 2.13% 15/08/2026	EUR	548,000	459	0.37
Ardagh Packaging Finance 5.25% 15/08/2027	USD	200,000	147	0.12
Canpack 3.88% 15/11/2029	USD	210,000	153	0.12

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Supranational 1.70% (1.12%) (continued)</b>				
Connect Finco 6.75% 01/10/2026	USD	890,000	678	0.55
Delta Air Lines 4.50% 20/10/2025	USD	300,000	233	0.19
Endo Dac 9.50% 31/07/2027	USD	140,000	104	0.09
			2,089	1.70
<b>United Kingdom 20.24% (21.50%)</b>				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	500,000	540	0.44
Annington Funding 2.65% 12/07/2025	GBP	1,000,000	1,038	0.85
BCP V Modular Services Finance II 4.75% 30/11/2028	EUR	910,000	771	0.63
Bellis Acquisition 3.25% 16/02/2026	GBP	594,000	579	0.47
British American Tobacco, FRN 3.75% 31/12/2164	EUR	705,000	591	0.48
BUPA Finance, FRN 4.00% 31/12/2164	GBP	200,000	195	0.16
Drax Finco 6.63% 01/11/2025	USD	600,000	449	0.37
DS Smith 2.88% 26/07/2029	GBP	1,000,000	1,036	0.84
Eversholt Funding 6.70% 22/02/2035	GBP	964,286	1,231	1.00
House of Fraser Funding, FRN 6.55% 15/09/2020 <sup>s</sup>	GBP	456,000	7	0.01
HSBC Holdings 6.75% 11/09/2028	GBP	500,000	631	0.51
HSBC Holdings, FRN 4.60% 31/12/2164	USD	566,000	411	0.34
HSBC Holdings, FRN 5.88% Perpetual	GBP	1,207,000	1,313	1.07
Iceland Bondco 4.38% 15/05/2028	GBP	470,000	406	0.33
Imperial Brands Finance 9.00% 17/02/2022	GBP	1,400,000	1,438	1.17
Investec Bank 9.63% 17/02/2022	GBP	1,100,000	1,131	0.92
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	1,140,697	1,377	1.12
Legal & General Group, FRN 5.38% 27/10/2045	GBP	1,900,000	2,146	1.75
Legal & General Group, FRN 4.50% 01/11/2050	GBP	620,000	685	0.56
M&G, FRN 5.63% 20/10/2051	GBP	600,000	698	0.57
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	1,500,000	1,658	1.35
RAC Bond 4.57% 06/05/2046	GBP	1,400,000	1,455	1.19
Tesco Property Finance 3 5.74% 13/04/2040	GBP	850,180	1,107	0.90
Thames Water Utilities Finance 2.38% 22/04/2040	GBP	259,000	254	0.21
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	1,300,000	1,342	1.09
Vodafone Group, FRN 3.00% 27/08/2080	EUR	1,000,000	866	0.71
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	1,100,000	1,467	1.20
			24,822	20.24
<b>United States of America 40.23% (38.23%)</b>				
AdaptHealth 5.13% 01/03/2030	USD	350,000	255	0.21
Aethon United BR 8.25% 15/02/2026	USD	310,000	243	0.20
Albertsons 3.50% 15/03/2029	USD	900,000	644	0.52
Alliance Data Systems 7.00% 15/01/2026	USD	260,000	201	0.16
Alliant Holdings Intermediate 6.75% 15/10/2027	USD	105,000	78	0.06
Allied Universal Holdco 6.63% 15/07/2026	USD	400,000	308	0.25
Allied Universal Holdco 6.00% 01/06/2029	USD	205,000	147	0.12
Ambience Merger Sub 4.88% 15/07/2028	USD	35,000	25	0.02
Ambience Merger Sub 7.13% 15/07/2029	USD	120,000	87	0.07
American Airlines 11.75% 15/07/2025	USD	230,000	207	0.17
American Axle & Manufacturing 5.00% 01/10/2029	USD	320,000	227	0.18
Antero Midstream Partners 5.75% 01/03/2027	USD	400,000	301	0.25
Antero Midstream Partners 5.38% 15/06/2029	USD	175,000	131	0.11
Antero Resources 7.63% 01/02/2029	USD	90,000	73	0.06
Antero Resources 5.38% 01/03/2030	USD	245,000	188	0.15
Aramark Services 5.00% 01/02/2028	USD	105,000	78	0.06
Archrock Partners 6.88% 01/04/2027	USD	410,000	309	0.25
Archrock Partners 6.25% 01/04/2028	USD	215,000	160	0.13
Arconic 6.13% 15/02/2028	USD	250,000	191	0.16
ASGN 4.63% 15/05/2028	USD	465,000	351	0.29
Ashton Woods USA 4.63% 01/08/2029	USD	200,000	146	0.12
Ashton Woods USA 4.63% 01/04/2030	USD	85,000	61	0.05
AT&T 4.25% 01/06/2043	GBP	1,700,000	2,071	1.69
AT&T, FRN 2.87% Perpetual	EUR	600,000	509	0.41
Atkore 4.25% 01/06/2031	USD	230,000	172	0.14
Audacy Capital 6.50% 01/05/2027	USD	315,000	231	0.19

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 40.23% (38.23%) (continued)</b>				
Audacy Capital 6.75% 31/03/2029	USD	55,000	40	0.03
Bank of America, FRN 2.69% 22/04/2032	USD	1,800,000	1,329	1.08
Bausch Health Americas 8.50% 31/01/2027	USD	155,000	120	0.10
BroadStreet Partners 5.88% 15/04/2029	USD	210,000	151	0.12
Builders FirstSource 4.25% 01/02/2032	USD	165,000	123	0.10
Burford Capital Global Finance 6.25% 15/04/2028	USD	220,000	169	0.14
Caesars Entertainment 6.25% 01/07/2025	USD	175,000	134	0.11
Calpine 4.63% 01/02/2029	USD	430,000	306	0.25
Cano Health 6.25% 01/10/2028	USD	40,000	30	0.02
Carriage Services 4.25% 15/05/2029	USD	235,000	171	0.14
Catalent Pharma Solutions 2.38% 01/03/2028	EUR	902,000	761	0.62
CCO Holdings 5.50% 01/05/2026	USD	210,000	158	0.13
CCO Holdings 4.75% 01/03/2030	USD	470,000	356	0.29
CCO Holdings 4.25% 15/01/2034	USD	40,000	29	0.02
Centene 2.45% 15/07/2028	USD	90,000	65	0.05
Centene 4.63% 15/12/2029	USD	310,000	242	0.20
Centene 3.38% 15/02/2030	USD	215,000	161	0.13
Centene 2.50% 01/03/2031	USD	80,000	56	0.05
Central Garden & Pet 4.13% 15/10/2030	USD	180,000	132	0.11
Century Communities 3.88% 15/08/2029	USD	275,000	197	0.16
Cheniere Energy Partners 4.50% 01/10/2029	USD	595,000	462	0.38
Cheniere Energy Partners 3.25% 31/01/2032	USD	95,000	69	0.06
Chesapeake Energy 5.50% 01/02/2026	USD	175,000	133	0.11
Cinemark USA 5.25% 15/07/2028	USD	210,000	150	0.12
Citigroup 4.50% 03/03/2031	GBP	1,500,000	1,757	1.43
Clarivate Science Holdings 3.88% 01/07/2028	USD	195,000	142	0.12
Clearway Energy Operating 3.75% 15/02/2031	USD	125,000	90	0.07
Coeur Mining 5.13% 15/02/2029	USD	200,000	140	0.11
CommScope 6.00% 01/03/2026	USD	255,000	192	0.16
CommScope 4.75% 01/09/2029	USD	190,000	135	0.11
Community Health Systems 8.00% 15/12/2027	USD	200,000	156	0.13
Community Health Systems 6.00% 15/01/2029	USD	75,000	57	0.05
Community Health Systems 6.88% 15/04/2029	USD	80,000	58	0.05
Comstock Resources 5.88% 15/01/2030	USD	200,000	152	0.12
Consolidated Communications 5.00% 01/10/2028	USD	225,000	167	0.14
Consolidated Communications 6.50% 01/10/2028	USD	75,000	59	0.05
CQP Holdco 5.50% 15/06/2031	USD	340,000	259	0.21
CrowdStrike Holdings 3.00% 15/02/2029	USD	245,000	177	0.14
CSC Holdings 4.13% 01/12/2030	USD	210,000	147	0.12
CVR Partners 9.25% 15/06/2023	USD	53,000	39	0.03
Dana 4.25% 01/09/2030	USD	170,000	127	0.10
Dave & Buster's 7.63% 01/11/2025	USD	75,000	59	0.05
DaVita 4.63% 01/06/2030	USD	335,000	249	0.20
Delta Air Lines 3.75% 28/10/2029	USD	340,000	252	0.21
DIRECTV Holdings 5.88% 15/08/2027	USD	200,000	152	0.12
DT Midstream 4.38% 15/06/2031	USD	210,000	157	0.13
Dycom Industries 4.50% 15/04/2029	USD	335,000	244	0.20
Endeavor Energy Resources 6.63% 15/07/2025	USD	215,000	166	0.14
Endeavor Energy Resources 5.75% 30/01/2028	USD	425,000	325	0.26
EnLink Midstream 5.38% 01/06/2029	USD	240,000	182	0.15
EQT 3.63% 15/05/2031	USD	475,000	357	0.29
Ford Motor Credit 5.58% 18/03/2024	USD	200,000	156	0.13
Ford Motor Credit 2.75% 14/06/2024	GBP	742,000	745	0.61
Ford Motor Credit 3.25% 15/09/2025	EUR	900,000	802	0.65
Ford Motor Credit 4.13% 17/08/2027	USD	500,000	382	0.31
Ford Motor Credit 4.00% 13/11/2030	USD	400,000	299	0.24
Forestar Group 3.85% 15/05/2026	USD	240,000	174	0.14
Gannett Holdings 6.00% 01/11/2026	USD	45,000	33	0.03
Genesis Energy 6.25% 15/05/2026	USD	365,000	260	0.21
Glatfelter 4.75% 15/11/2029	USD	195,000	142	0.12
Hadrian Merger Sub 8.50% 01/05/2026	USD	30,000	23	0.02



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 40.23% (38.23%) (continued)</b>				
HAT Holdings I, REIT 3.38% 15/06/2026	USD	355,000	259	0.21
HCA 3.50% 01/09/2030	USD	655,000	499	0.41
HealthEquity 4.50% 01/10/2029	USD	85,000	63	0.05
Hilton Grand Vacations Borrower 6.13% 01/12/2024	USD	130,000	98	0.08
Horizon Therapeutics USA 5.50% 01/08/2027	USD	350,000	268	0.22
Icahn Enterprises 6.25% 15/05/2026	USD	620,000	472	0.38
Independence Energy Finance 7.25% 01/05/2026	USD	170,000	129	0.11
IRB Holding 7.00% 15/06/2025	USD	295,000	227	0.18
Iron Mountain, REIT 4.88% 15/09/2027	USD	885,000	667	0.54
ITT Holdings 6.50% 01/08/2029	USD	155,000	113	0.09
Jefferies Finance 5.00% 15/08/2028	USD	280,000	208	0.17
KBR 4.75% 30/09/2028	USD	335,000	250	0.20
Kraft Heinz Foods 3.88% 15/05/2027	USD	110,000	87	0.07
Kraton Polymers 4.25% 15/12/2025	USD	200,000	150	0.12
LD Holdings Group 6.50% 01/11/2025	USD	340,000	242	0.20
LD Holdings Group 6.13% 01/04/2028	USD	50,000	34	0.03
Level 3 Financing 4.25% 01/07/2028	USD	500,000	363	0.30
LFS Topco 5.88% 15/10/2026	USD	60,000	45	0.04
LSB Industries 6.25% 15/10/2028	USD	215,000	158	0.13
M/I Homes 4.95% 01/02/2028	USD	465,000	354	0.29
M/I Homes 3.95% 15/02/2030	USD	170,000	122	0.10
Madison IAQ 5.88% 30/06/2029	USD	255,000	187	0.15
Marriott Ownership Resorts 4.50% 15/06/2029	USD	330,000	241	0.20
MasTec 4.50% 15/08/2028	USD	235,000	176	0.14
Match Group Holdings II 4.13% 01/08/2030	USD	160,000	121	0.10
Mattel 3.75% 01/04/2029	USD	155,000	116	0.09
MGIC Investment 5.25% 15/08/2028	USD	160,000	123	0.10
MGM Growth Properties Operating Partnership, REIT 4.63% 15/06/2025	USD	315,000	247	0.20
MGM Growth Properties Operating Partnership, REIT 3.88% 15/02/2029	USD	170,000	130	0.11
Midcap Financial Issuer Trust 6.50% 01/05/2028	USD	200,000	151	0.12
Midcap Financial Issuer Trust 5.63% 15/01/2030	USD	200,000	144	0.12
Midwest Gaming Borrower 4.88% 01/05/2029	USD	170,000	126	0.10
Mozart Debt Merger Sub 3.88% 01/04/2029	USD	290,000	211	0.17
Mozart Debt Merger Sub 5.25% 01/10/2029	USD	165,000	123	0.10
MPT Operating Partnership, REIT 3.50% 15/03/2031	USD	270,000	198	0.16
Murphy Oil USA 4.75% 15/09/2029	USD	550,000	423	0.34
Nationstar Mortgage Holdings 5.50% 15/08/2028	USD	325,000	240	0.20
NCR 5.00% 01/10/2028	USD	75,000	56	0.05
NESCO Holdings II 5.50% 15/04/2029	USD	325,000	241	0.20
Netflix 3.88% 15/11/2029	EUR	500,000	507	0.41
Netflix 5.38% 15/11/2029	USD	315,000	275	0.22
New Enterprise Stone & Lime 5.25% 15/07/2028	USD	105,000	77	0.06
New Fortress Energy 6.50% 30/09/2026	USD	165,000	120	0.10
Newell Brands 4.70% 01/04/2026	USD	1,000,000	796	0.65
Newell Brands 6.00% 01/04/2046	USD	115,000	106	0.09
NFP 6.88% 15/08/2028	USD	280,000	208	0.17
NRG Energy 3.63% 15/02/2031	USD	200,000	143	0.12
Occidental Petroleum 3.40% 15/04/2026	USD	300,000	224	0.18
Occidental Petroleum 3.20% 15/08/2026	USD	200,000	148	0.12
Occidental Petroleum 6.38% 01/09/2028	USD	270,000	231	0.19
Occidental Petroleum 3.50% 15/08/2029	USD	375,000	279	0.23
Occidental Petroleum 4.10% 15/02/2047	USD	180,000	124	0.10
Olympus Water US Holding 4.25% 01/10/2028	USD	300,000	216	0.18
OneMain Finance 6.13% 15/03/2024	USD	650,000	506	0.41
OneMain Finance 4.00% 15/09/2030	USD	240,000	171	0.14
Organon 2.88% 30/04/2028	EUR	800,000	681	0.55
Organon 4.13% 30/04/2028	USD	200,000	148	0.12
Organon 5.13% 30/04/2031	USD	225,000	171	0.14
Outfront Media Capital 6.25% 15/06/2025	USD	245,000	188	0.15
Owens-Brockway Glass Container 6.63% 13/05/2027	USD	310,000	240	0.20
Park Intermediate Holdings, REIT 4.88% 15/05/2029	USD	110,000	81	0.07

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 40.23% (38.23%) (continued)</b>				
Pearl Merger Sub 6.75% 01/10/2028	USD	195,000	143	0.12
Plastipak Holdings 6.25% 15/10/2025	USD	360,000	267	0.22
Post Holdings 4.63% 15/04/2030	USD	335,000	248	0.20
PRA Group 5.00% 01/10/2029	USD	265,000	192	0.16
Premier Entertainment Sub 5.63% 01/09/2029	USD	65,000	48	0.04
Premier Entertainment Sub 5.88% 01/09/2031	USD	125,000	92	0.07
Radiology Partners 9.25% 01/02/2028	USD	170,000	132	0.11
Range Resources 8.25% 15/01/2029	USD	415,000	342	0.28
Raptor Acquisition 4.88% 01/11/2026	USD	285,000	210	0.17
Rattler Midstream 5.63% 15/07/2025	USD	250,000	191	0.16
Resolute Forest Products 4.88% 01/03/2026	USD	355,000	263	0.21
RLJ Lodging Trust, REIT 3.75% 01/07/2026	USD	165,000	122	0.10
Rockcliff Energy II 5.50% 15/10/2029	USD	150,000	111	0.09
RP Escrow Issuer 5.25% 15/12/2025	USD	90,000	67	0.05
Scientific Games International 7.00% 15/05/2028	USD	455,000	357	0.29
Scripps Escrow II 3.88% 15/01/2029	USD	340,000	247	0.20
SeaWorld Parks & Entertainment 5.25% 15/08/2029	USD	160,000	119	0.10
Select Medical 6.25% 15/08/2026	USD	220,000	168	0.14
Service Properties Trust, REIT 4.75% 01/10/2026	USD	300,000	216	0.18
Service Properties Trust, REIT 5.50% 15/12/2027	USD	70,000	53	0.04
Sirius XM Radio 3.13% 01/09/2026	USD	60,000	44	0.04
Sirius XM Radio 4.00% 15/07/2028	USD	355,000	261	0.21
Sirius XM Radio 3.88% 01/09/2031	USD	98,000	69	0.06
SM Energy 6.75% 15/09/2026	USD	170,000	128	0.10
Sonic Automotive 4.63% 15/11/2029	USD	85,000	62	0.05
Sonic Automotive 4.88% 15/11/2031	USD	85,000	62	0.05
Spanish Broadcasting System 9.75% 01/03/2026	USD	80,000	61	0.05
Sprint 7.88% 15/09/2023	USD	445,000	360	0.29
Square 2.75% 01/06/2026	USD	325,000	240	0.20
Square 3.50% 01/06/2031	USD	70,000	52	0.04
Standard Industries 4.38% 15/07/2030	USD	315,000	232	0.19
Standard Industries 3.38% 15/01/2031	USD	125,000	86	0.07
Stericycle 5.38% 15/07/2024	USD	185,000	138	0.11
Stericycle 3.88% 15/01/2029	USD	135,000	97	0.08
StoneX Group 8.63% 15/06/2025	USD	364,000	284	0.23
Summit Materials 5.25% 15/01/2029	USD	95,000	72	0.06
Sunoco 4.50% 15/05/2029	USD	500,000	368	0.30
SWF Escrow Issuer 6.50% 01/10/2029	USD	280,000	194	0.16
Targa Resources Partners 5.88% 15/04/2026	USD	75,000	57	0.05
Targa Resources Partners 4.88% 01/02/2031	USD	245,000	192	0.16
Targa Resources Partners 0.00% 15/01/2032	USD	355,000	268	0.22
Tempur Sealy International 3.88% 15/10/2031	USD	85,000	62	0.05
Tenet Healthcare 5.13% 01/11/2027	USD	715,000	543	0.44
Tenet Healthcare 4.63% 15/06/2028	USD	85,000	64	0.05
Tenneco 5.13% 15/04/2029	USD	235,000	170	0.14
Thor Industries 4.00% 15/10/2029	USD	110,000	80	0.07
Time Warner Cable 5.25% 15/07/2042	GBP	1,000,000	1,305	1.06
T-Mobile USA 2.63% 15/04/2026	USD	205,000	152	0.12
TransDigm 5.50% 15/11/2027	USD	75,000	56	0.05
TransDigm 4.63% 15/01/2029	USD	85,000	62	0.05
TransDigm 4.88% 01/05/2029	USD	165,000	121	0.10
TriNet Group 3.50% 01/03/2029	USD	350,000	256	0.21
Twitter 3.88% 15/12/2027	USD	320,000	244	0.20
United Airlines 4.63% 15/04/2029	USD	225,000	168	0.14
United Rentals North America 3.88% 15/02/2031	USD	235,000	174	0.14
United Rentals North America 3.75% 15/01/2032	USD	130,000	95	0.08
Uniti Group, REIT 4.75% 15/04/2028	USD	165,000	122	0.10
Verizon Communications 2.88% 15/01/2038	EUR	1,000,000	1,021	0.83
ViaSat 5.63% 15/04/2027	USD	310,000	234	0.19
Vine Energy Holdings 6.75% 15/04/2029	USD	155,000	122	0.10
Vistra Operations 5.63% 15/02/2027	USD	480,000	362	0.29



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 40.23% (38.23%) (continued)</b>				
Wabash National 4.50% 15/10/2028	USD	85,000	61	0.05
WESCO Distribution 7.25% 15/06/2028	USD	440,000	355	0.29
Western Digital 4.75% 15/02/2026	USD	530,000	425	0.35
Windstream Escrow 7.75% 15/08/2028	USD	200,000	152	0.12
Zayo Group Holdings 4.00% 01/03/2027	USD	515,000	372	0.30
			49,346	40.23
<b>Corporate Bonds total</b>			<b>99,033</b>	<b>80.74</b>
<b>Supranationals 1.60% (1.70%)</b>				
European Investment Bank 4.50% 07/03/2044	GBP	1,250,000	1,961	1.60
<b>Supranationals total</b>			<b>1,961</b>	<b>1.60</b>
<b>Forward Currency Contracts 0.68% (1.51%)</b>				
Buy EUR 370,000 sell GBP 314,248 dated 12/01/2022			(1)	–
Buy GBP 31,790,403 sell EUR 37,305,560 dated 12/01/2022			220	0.18
Buy GBP 52,280,418 sell USD 70,999,500 dated 12/01/2022			635	0.51
Buy USD 1,740,000 sell GBP 1,279,272 dated 12/01/2022			(13)	(0.01)
<b>Forward Currency Contracts total</b>			<b>841</b>	<b>0.68</b>
<b>Futures (0.19)% ((0.03)%)</b>				
Euro-Bobl 08/12/2021	EUR	(13)	12	0.01
Euro-Bund 08/12/2021	EUR	(15)	40	0.03
Euro-buxl 30 Year Bond 08/12/2021	EUR	(4)	19	0.02
Long Gilt 29/12/2021	GBP	79	(343)	(0.28)
US 10 Year Note 21/12/2021	USD	(19)	28	0.02
US Long Bond 21/12/2021	USD	(2)	6	0.01
<b>Futures total</b>			<b>(238)</b>	<b>(0.19)</b>
<b>Liquidity Funds 0.00% (0.39%)</b>				
Investment assets (including investment liabilities)			117,759	96.01
Net other assets			4,899	3.99
<b>Net assets</b>			<b>122,658</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

† A related party to the Fund.

^ Unlisted, suspended or delisted security.

§ Security is currently in default.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		1,015		(261)
Revenue	3	5,136		6,031	
Expenses	4	(650)		(660)	
Net revenue before taxation		4,486		5,371	
Taxation	5	(4)		(5)	
Net revenue after taxation			4,482		5,366
<b>Total return before distributions</b>			<b>5,497</b>		<b>5,105</b>
Distributions	6		(4,482)		(5,366)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>1,015</b>		<b>(261)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>128,969</b>		<b>133,740</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	6,954		8,337	
Amounts payable on cancellation of shares	(14,280)		(12,850)	
		(7,326)		(4,513)
Change in net assets attributable to shareholders from investment activities (see above)		1,015		(261)
Unclaimed distributions		–		3
<b>Closing net assets attributable to shareholders</b>		<b>122,658</b>		<b>128,969</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	118,116	127,375
<b>Current assets:</b>			
Debtors	8	1,813	2,939
Cash and bank balances	9	6,048	1,153
<b>Total assets</b>		<b>125,977</b>	<b>131,467</b>
<b>Liabilities:</b>			
Investment liabilities	7	(357)	(544)
<b>Creditors:</b>			
Distribution payable		(820)	(1,003)
Other creditors	10	(2,142)	(951)
<b>Total liabilities</b>		<b>(3,319)</b>	<b>(2,498)</b>
<b>Net assets attributable to shareholders</b>		<b>122,658</b>	<b>128,969</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Compensation items	549	–
Currency (losses)/gains	(135)	304
Derivative contracts (losses)/gains	(498)	59
Forward currency contracts gains/(losses)	5,439	(623)
Non-derivative securities losses	(4,340)	(1)
<b>Net capital gains/(losses)</b>	<b>1,015</b>	<b>(261)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	19
Interest on debt securities	4,635	5,438
Income from derivatives	34	(4)
Revenue from offshore funds	467	577
Stock lending commission*	–	1
<b>Total revenue</b>	<b>5,136</b>	<b>6,031</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	639	656
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	11	4
<b>Total expenses</b>	<b>650</b>	<b>660</b>

The audit fee was £10,182 (2020: £9,790) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Adjustments	1	1
Overseas tax suffered	3	4
<b>Total current tax (see note 5b)</b>	<b>4</b>	<b>5</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>4,486</b>	<b>5,371</b>
Corporation tax at 20%	897	1,074
<b>Effects of:</b>		
Adjustments	1	1
Overseas tax suffered	3	4
Tax deductible on interest distributions	(897)	(1,074)
<b>Current tax charge (see note 5a)</b>	<b>4</b>	<b>5</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Gross interest distribution for the six months ended 15 April	2,234	2,653
Gross interest distribution for the five months ended 15 September	1,778	2,156
Gross interest distribution for the month ended 15 October	456	541
	<b>4,468</b>	<b>5,350</b>
Add: Revenue deducted on cancellation of shares	25	30
Deduct: Revenue received on issue of shares	(11)	(14)
<b>Total distributions</b>	<b>4,482</b>	<b>5,366</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	4,482	5,366
<b>Net revenue after taxation</b>	<b>4,482</b>	<b>5,366</b>

Details of the distributions per share are set out in the distribution tables on pages 360 to 363.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**7 Fair value hierarchy**

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	105	(343)	536	(72)
Level 2: Observable market data	118,011	(14)	126,839	(472)
<b>Total value</b>	<b>118,116</b>	<b>(357)</b>	<b>127,375</b>	<b>(544)</b>

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.

**8 Debtors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	1,311	1,584
Amounts receivable on issue of shares	37	37
Sales awaiting settlement	465	1,318
<b>Total debtors</b>	<b>1,813</b>	<b>2,939</b>

**9 Cash and bank balances**

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing house and brokers	537	322
Cash and bank balances	5,511	831
<b>Total cash and bank balances</b>	<b>6,048</b>	<b>1,153</b>

**10 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	73	80
Amounts payable for cancellation of shares	167	119
Purchases awaiting settlement	1,902	752
<b>Total other creditors</b>	<b>2,142</b>	<b>951</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

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 to the ACD at the year end in respect of Fund Management Fee was £72,859 (2020: £79,778). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £3,034,998 (2020: £3,593,260). The amount outstanding at the year end was £524,066 (2020: £632,285). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £4,000,000 (2020: £1,500,000) and £4,000,000 (2020: £3,261,670) respectively. The income received during the year amounted to £467,279 (2020: £592,334).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Income shares)	1,984,885	(127,451)	2,112,336
ACD and related parties (Class 3 Income shares)	74,863,376	(3,690,802)	78,554,178

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.87%

Class 2: 0.62%

Class 3: 0.32%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on page 344.

The distributions per share are given in the distribution tables on pages 360 to 363. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	71,023,984	954,015	(5,278,180)	(45,168)	66,654,651
Class 2 Income shares	13,579,007	1,360,251	(2,802,746)	30,132	12,166,644
Class 3 Income shares	78,554,178	5,082,841	(8,773,643)	–	74,863,376

## 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 7 and 8.

#### 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 (2020: £nil).

#### Currency risk

At the year end date, (0.04)% (2020: (0.24)%) of the net assets of the Fund were denominated in currencies other than sterling and such the currency risk is not considered significant.

#### Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2021 was:

Currency 15.10.21	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	2,859	17,507	12,102	32,468
Sterling	2,201	38,773	84,730	125,704
US dollar	1,525	48,790	2,285	52,600
<b>Financial Liabilities</b>				
Euro	–	–	(32,338)	(32,338)
Sterling	–	–	(2,997)	(2,997)
US dollar	–	–	(52,779)	(52,779)
<b>Total</b>	<b>6,585</b>	<b>105,070</b>	<b>11,003</b>	<b>122,658</b>

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2020 was:

Currency 15.10.20	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	308	18,280	48,011	66,599
Sterling	2,989	38,542	179,840	221,371
US dollar	1,391	52,018	57,256	110,665
<b>Financial Liabilities</b>				
Euro	–	–	(66,575)	(66,575)
Sterling	–	–	(92,091)	(92,091)
US dollar	–	–	(111,000)	(111,000)
<b>Total</b>	<b>4,688</b>	<b>108,840</b>	<b>15,441</b>	<b>128,969</b>

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

The floating rate financial assets comprise investments in variable interest rate paying corporate debt and bank balances that bear interest on LIBOR or its equivalent.

#### 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 £8,598,385 (2020: £8,983,436). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £8,598,385 (2020: £8,983,436). 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, 96.01% (2020: 98.34%) 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 9.60% (2020: 9.83%).

### 16 Stock lending

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 Counterparty exposure****Financial derivative exposure**

The types of derivatives held at the year end date were forward currency contracts and futures contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.21</b>			
Barclays	(13)	–	(13)
Goldman Sachs	635	–	635
J.P. Morgan	–	105	105
Morgan Stanley	(1)	–	(1)
Royal Bank of Scotland	220	–	220
<b>Total</b>	<b>841</b>	<b>105</b>	<b>946</b>

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.20</b>			
Barclays	(13)	–	(13)
BNP Paribas	14	–	14
Citibank	(3)	–	(3)
Goldman Sachs	2	–	2
J.P. Morgan	(10)	36	26
Merrill Lynch	1,937	–	1,937
Royal Bank of Canada	2	–	2
Royal Bank of Scotland	1	–	1
Société Générale	1	–	1
Standard Chartered	13	–	13
<b>Total</b>	<b>1,944</b>	<b>36</b>	<b>1,980</b>

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

**Collateral**

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2020: £nil).

**18 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	37,259	36,721	30.36	28.46
Below investment grade securities	68,139	70,751	55.57	54.85
Unrated securities	208	4,403	0.17	3.43
<b>Total debt securities</b>	<b>105,606</b>	<b>111,875</b>	<b>86.10</b>	<b>86.74</b>

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

**19 Direct transaction costs**

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2021 (2020: £nil). The total purchases for the year amounted to £62,908,406 (2020: £76,624,110) and the total sales amounted to £65,462,829 (2020: £72,968,238).

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.37% (2020: 0.58%). 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 15 October 2021

Income shares		Gross revenue	Equalisation	Final distribution payable 26 November 2021	Final distribution paid 27 November 2020
Class 1 Income shares	Group 1	0.2099	–	0.2099	0.2317
	Group 2	0.1116	0.0983	0.2099	0.2317
Class 2 Income shares	Group 1	0.2627	–	0.2627	0.2995
	Group 2	0.1073	0.1554	0.2627	0.2995
Class 3 Income shares	Group 1	0.3789	–	0.3789	0.4278
	Group 2	0.2150	0.1639	0.3789	0.4278

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 September 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 September 2021.

## Interim distribution paid in pence per share for the month ended 15 September 2021

Income shares		Gross revenue	Equalisation	Interim distribution payable 26 October 2021	Interim distribution paid 27 October 2020
Class 1 Income shares	Group 1	0.1600	–	0.1600	0.2000
	Group 2	0.0281	0.1319	0.1600	0.2000
Class 2 Income shares	Group 1	0.2087	–	0.2087	0.2484
	Group 2	0.0884	0.1203	0.2087	0.2484
Class 3 Income shares	Group 1	0.3094	–	0.3094	0.3612
	Group 2	0.1189	0.1905	0.3094	0.3612

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 August 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 August 2021.

## Interim distribution paid in pence per share for the month ended 15 August 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 September 2021	Interim distribution paid 27 September 2020
Class 1 Income shares	Group 1	0.1450	–	0.1450	0.1800
	Group 2	0.0000	0.1450	0.1450	0.1800
Class 2 Income shares	Group 1	0.1805	–	0.1805	0.1927
	Group 2	0.0451	0.1354	0.1805	0.1927
Class 3 Income shares	Group 1	0.2680	–	0.2680	0.2845
	Group 2	0.1223	0.1457	0.2680	0.2845

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 July 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 August 2021	Interim distribution paid 27 August 2020
Class 1 Income shares	Group 1	0.1450	–	0.1450	0.1700
	Group 2	0.0055	0.1395	0.1450	0.1700
Class 2 Income shares	Group 1	0.2765	–	0.2765	0.2983
	Group 2	0.0915	0.1850	0.2765	0.2983
Class 3 Income shares	Group 1	0.3975	–	0.3975	0.4257
	Group 2	0.2389	0.1586	0.3975	0.4257

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 June 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 June 2021.

## Interim distribution paid in pence per share for the month ended 15 June 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 July 2021	Interim distribution paid 27 July 2020
Class 1 Income shares	Group 1	0.1350	–	0.1350	0.1600
	Group 2	0.0000	0.1350	0.1350	0.1600
Class 2 Income shares	Group 1	0.1948	–	0.1948	0.2171
	Group 2	0.1286	0.0662	0.1948	0.2171
Class 3 Income shares	Group 1	0.2895	–	0.2895	0.3173
	Group 2	0.1680	0.1215	0.2895	0.3173

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 May 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 May 2021.

## Interim distribution paid in pence per share for the month ended 15 May 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 June 2021	Interim distribution paid 27 June 2020
Class 1 Income shares	Group 1	0.1350	–	0.1350	0.1550
	Group 2	0.0000	0.1350	0.1350	0.1550
Class 2 Income shares	Group 1	0.1838	–	0.1838	0.2365
	Group 2	0.0793	0.1045	0.1838	0.2365
Class 3 Income shares	Group 1	0.2719	–	0.2719	0.3419
	Group 2	0.1065	0.1654	0.2719	0.3419

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 April 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 May 2021	Interim distribution paid 27 May 2020
Class 1 Income shares	Group 1	0.1250	–	0.1250	0.1500
	Group 2	0.0000	0.1250	0.1250	0.1500
Class 2 Income shares	Group 1	0.3030	–	0.3030	0.3376
	Group 2	0.0906	0.2124	0.3030	0.3376
Class 3 Income shares	Group 1	0.4337	–	0.4337	0.4787
	Group 2	0.1862	0.2475	0.4337	0.4787

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 March 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 March 2021.

## Interim distribution paid in pence per share for the month ended 15 March 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 April 2021	Interim distribution paid 27 April 2020
Class 1 Income shares	Group 1	0.1200	–	0.1200	0.1450
	Group 2	0.0000	0.1200	0.1200	0.1450
Class 2 Income shares	Group 1	0.1930	–	0.1930	0.2375
	Group 2	0.0841	0.1089	0.1930	0.2375
Class 3 Income shares	Group 1	0.2835	–	0.2835	0.3434
	Group 2	0.1563	0.1272	0.2835	0.3434

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 February 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 February 2021.

## Interim distribution paid in pence per share for the month ended 15 February 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 March 2021	Interim distribution paid 27 March 2020
Class 1 Income shares	Group 1	0.1200	–	0.1200	0.1450
	Group 2	0.0000	0.1200	0.1200	0.1450
Class 2 Income shares	Group 1	0.1846	–	0.1846	0.2147
	Group 2	0.0682	0.1164	0.1846	0.2147
Class 3 Income shares	Group 1	0.2752	–	0.2752	0.3144
	Group 2	0.1188	0.1564	0.2752	0.3144

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 January 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 February 2021	Interim distribution paid 27 February 2020
Class 1 Income shares	Group 1	0.1200	–	0.1200	0.1400
	Group 2	0.0615	0.0585	0.1200	0.1400
Class 2 Income shares	Group 1	0.2659	–	0.2659	0.3496
	Group 2	0.1204	0.1455	0.2659	0.3496
Class 3 Income shares	Group 1	0.3845	–	0.3845	0.4983
	Group 2	0.3050	0.0795	0.3845	0.4983

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 December 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 December 2020.

## Interim distribution paid in pence per share for the month ended 15 December 2020

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 January 2021	Interim distribution paid 27 January 2020
Class 1 Income shares	Group 1	0.1250	–	0.1250	0.1200
	Group 2	0.0351	0.0899	0.1250	0.1200
Class 2 Income shares	Group 1	0.2195	–	0.2195	0.2011
	Group 2	0.0956	0.1239	0.2195	0.2011
Class 3 Income shares	Group 1	0.3227	–	0.3227	0.2941
	Group 2	0.1529	0.1698	0.3227	0.2941

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 November 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 November 2020.

## Interim distribution paid in pence per share for the month ended 15 November 2020

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 December 2020	Interim distribution paid 27 December 2019
Class 1 Income shares	Group 1	0.1150	–	0.1150	0.1200
	Group 2	0.0612	0.0538	0.1150	0.1200
Class 2 Income shares	Group 1	0.2046	–	0.2046	0.2297
	Group 2	0.0756	0.1290	0.2046	0.2297
Class 3 Income shares	Group 1	0.2995	–	0.2995	0.3351
	Group 2	0.1451	0.1544	0.2995	0.3351

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

## Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS MONTHLY INCOME PLUS FUND

### INVESTMENT OBJECTIVE

The Fund will invest in bonds issued by companies and aims to provide an income equivalent to the benchmark, and an overall net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is the Markit iBoxx® Sterling Non-Gilts Total Return Index.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in bonds which have been independently rated as "investment grade" with a credit rating of BBB-/Baa3 or above, issued by companies and supranational organisations in Sterling or hedged to Sterling.

#### Other investments

The Fund may also invest in other bonds, including those issued by governments, shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits.

Derivatives, such as futures, may be used from time to time, to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which is hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed, and the Investment Manager will make high conviction (strong belief) investments at both a company and sector level, basing their investment selection process on a long-term outlook, whilst looking to deliver optimum risk adjusted-returns. The Investment Manager will focus on identifying what they judge to be higher quality corporate bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

#### Environmental, Social and Governance (ESG) factors

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 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's performance is measured against the Index, after charges and taxes, whilst the income target is measured before charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of investment grade bonds issued by companies and denominated in Sterling, with a date to maturity date exceeding 1 year, but excludes government bonds.

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Monthly Income Plus Fund delivered a total return of -0.97% (share class 1) net of fees. The Fund's benchmark, the Markit iBoxx Sterling Non-Gilts Total Return Index, returned -1.43% over the same period.

The tracking error at the year end was 0.61%.

#### Review

The Fund posted a negative total return in what was a challenging twelve months for fixed income assets. The main drag on performance was the weakness of the underlying government bond market. Yields, which move inversely to prices, rose as inflation expectations climbed at their fastest pace since the global financial crisis. This was a function of strong economic growth data (notably in the manufacturing sector), rising commodity prices and the impact of clogged supply chains. Losses were offset, however, by good performance from corporate bonds in an environment of improving confidence and a brighter outlook for the UK economy on the back of a highly successful Covid-19 vaccine rollout.

Within the Fund, we gradually increased risk in the early stages of the period as Covid vaccination programmes boosted the outlook for growth as economies opened up. At that stage, leisure and transport related credits added the most to Fund performance. We became a little more cautious later, however, as inflation began to rise ahead of central bank targets and the outlook for the global economy weakened slightly.

Among the top contributors to Fund performance was airport operator Gatwick, whose fortunes appeared poised for a rebound after vaccinations reopened international routes. GE performed well as it made progress in paying down its huge debt burden. Value was also added by Time Warner and Lloyds Banking Group. At the credit quality level, holding an overweight in BBB rated credits was also helpful as lower-quality areas of the market outperformed.

## AVIVA INVESTORS MONTHLY INCOME PLUS FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook

The global economic outlook continues to improve on the back of mass Covid-19 vaccination programmes and huge fiscal stimulus, most notably in the US. We expect this to persist in the medium term.

With central banks still officially committed to supporting the financial system with ultra-low interest rates and expansive liquidity programmes, we expect default rates to remain low and credit fundamentals to improve. Technical factors offer a further underpinning as investor demand remains very strong but issuance is expected to fall away somewhat.

Corporate bond valuations nevertheless remain stretched and we are wary of taking on too much credit risk within lower-quality segments of the market. Indeed, changes to monetary policy guidance in response to rising inflationary pressures is a notable source of potential volatility.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 367 and 368 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.15 to 31.12.16	8.69	9.13	10.65
31.12.16 to 31.12.17	4.55	5.06	4.32
31.12.17 to 31.12.18	-2.96	-2.62	-1.51
31.12.18 to 31.12.19	10.30	10.60	9.30
31.12.19 to 31.12.20	8.00	8.20	7.80

\* Benchmark – Markit iBoxx® Sterling Non-Gilts Total Return Index.

#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Benchmark* %
31.12.15 to 31.12.16	8.69	9.13	9.39	10.65
31.12.16 to 31.12.17	4.55	5.05	5.36	4.32
31.12.17 to 31.12.18	-2.96	-2.61	-2.32	-1.51
31.12.18 to 31.12.19	10.30	10.60	10.90	9.30
31.12.19 to 31.12.20	8.00	8.20	8.50	7.80

\* Benchmark – Markit iBoxx® Sterling Non-Gilts Total Return Index.

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.

#### Material Portfolio Changes

Purchases	Sales
European Investment Bank 0.88% 15/12/2023	European Investment Bank 0.75% 14/07/2023
UK Treasury 4.25% 07/12/2055	UK Treasury 4.25% 07/09/2039
Legal & General Group, FRN 5.38% 27/10/2045	UK Treasury 3.25% 22/01/2044
HSBC Bank 5.38% 22/08/2033	Electricite de France 6.13% 02/06/2034
Amazon.com 2.88% 12/05/2041	Kreditanstalt fuer Wiederaufbau 0.88% 18/07/2024
Deutsche Bank, FRN 1.88% 22/12/2028	Barclays Bank 10.00% 21/05/2021
Barclays, FRN 6.13% 31/12/2164	Enel, FRN 6.63% 15/09/2076
Natwest Group, FRN 3.62% 14/08/2030	Heathrow Funding 7.13% 14/02/2024
Cellnex Finance 2.00% 15/02/2033	Legal & General Group, FRN 10.00% 23/07/2041
BAT International Finance 4.00% 04/09/2026	European Investment Bank 1.00% 21/09/2026

#### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.



## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	55.43	53.57	50.61
Return before operating charges <sup>†</sup>	0.03	3.50	4.94
Operating charges	(0.43)	(0.45)	(0.46)
Return after operating charges <sup>†</sup>	(0.40)	3.05	4.48
Distributions	(1.08)	(1.19)	(1.52)
Closing net asset value per share	53.95	55.43	53.57
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(0.72)%	5.69%	8.85%
<b>Other information</b>			
Closing net asset value (£000)	91,512	102,101	105,158
Closing number of shares	169,621,362	184,209,188	196,294,247
Operating charges (%) <sup>†</sup>	0.77%	0.77%	0.88%
Direct transaction costs (%) <sup>‡</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	57.16	55.95	54.87
Lowest share price	53.63	49.21	50.09

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	119.79	115.78	109.39
Return before operating charges <sup>†</sup>	0.06	7.53	10.67
Operating charges	(0.76)	(0.74)	(0.71)
Return after operating charges <sup>†</sup>	(0.70)	6.79	9.96
Distributions	(2.49)	(2.78)	(3.57)
Closing net asset value per share	116.60	119.79	115.78
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(0.58)%	5.86%	9.11%
<b>Other information</b>			
Closing net asset value (£000)	20,582	29,231	32,083
Closing number of shares	17,651,505	24,401,807	27,708,741
Operating charges (%) <sup>†</sup>	0.63%	0.63%	0.63%
Direct transaction costs (%) <sup>‡</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	123.48	120.79	118.51
Lowest share price	115.83	106.27	108.27

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	176.41	166.86	153.11
Return before operating charges <sup>†</sup>	0.05	10.96	15.15
Operating charges	(1.37)	(1.41)	(1.40)
Return after operating charges <sup>†</sup>	(1.32)	9.55	13.75
Distributions	(3.45)	(3.73)	(4.67)
Retained distributions on accumulation shares	3.45	3.73	4.67
Closing net asset value per share	175.09	176.41	166.86
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(0.75)%	5.72%	8.98%
<b>Other information</b>			
Closing net asset value (£000)	81,518	87,311	87,455
Closing number of shares	46,557,881	49,492,007	52,412,692
Operating charges (%) <sup>†</sup>	0.77%	0.77%	0.88%
Direct transaction costs (%) <sup>‡</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	182.39	177.19	169.99
Lowest share price	173.63	154.58	151.86

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	154.86	146.19	133.81
Return before operating charges <sup>†</sup>	0.04	9.62	13.26
Operating charges	(0.99)	(0.95)	(0.88)
Return after operating charges <sup>†</sup>	(0.95)	8.67	12.38
Distributions	(3.25)	(3.55)	(4.43)
Retained distributions on accumulation shares	3.25	3.55	4.43
Closing net asset value per share	153.91	154.86	146.19
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(0.61)%	5.93%	9.25%
<b>Other information</b>			
Closing net asset value (£000)	14,082	18,267	18,461
Closing number of shares	9,149,426	11,795,650	12,627,980
Operating charges (%) <sup>†</sup>	0.63%	0.63%	0.63%
Direct transaction costs (%) <sup>‡</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	160.15	155.54	148.89
Lowest share price	152.63	135.58	132.76

## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 p per share	2019 p per share
<b>Class 3 Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	198.23	186.57	170.26
Return before operating charges <sup>†</sup>	0.03	12.29	16.90
Operating charges	(0.66)	(0.63)	(0.59)
Return after operating charges <sup>†</sup>	(0.63)	11.66	16.31
Distributions	(4.77)	(5.12)	(6.18)
Retained distributions on accumulation shares	4.77	5.12	6.18
Closing net asset value per share	197.60	198.23	186.57
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	(0.32)%	6.25%	9.58%
<b>Other information</b>			
Closing net asset value (£000)	12,415	14,632	15,152
Closing number of shares	6,282,586	7,381,774	8,121,552
Operating charges (%) <sup>‡</sup>	0.33%	0.33%	0.33%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	205.14	199.10	189.95
Lowest share price	195.95	173.25	169.00

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.77%	0.77%
Class 2	0.63%	0.63%
Class 3	0.33%	0.33%

\* 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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 0.00% (0.00%)</b>				
<b>United Kingdom 0.00% (0.00%)</b>				
Whitnash Preference 6.50%^	GBP	312,500	–	–
			–	–
<b>Equities total</b>			<b>–</b>	<b>–</b>
<b>Government Bonds 0.68% (4.65%)</b>				
<b>United Kingdom 0.68% (4.65%)</b>				
UK Treasury 4.25% 07/12/2055	GBP	830,000	1,507	0.68
			1,507	0.68
<b>Government Bonds total</b>			<b>1,507</b>	<b>0.68</b>
<b>Corporate Bonds 87.72% (83.65%)</b>				
<b>France 5.97% (7.17%)</b>				
AXA, FRN 5.63% 16/01/2054	GBP	2,400,000	2,925	1.33
Credit Agricole, FRN 1.87% 09/12/2031	GBP	1,400,000	1,378	0.63
Electricite de France 5.50% 17/10/2041	GBP	800,000	1,148	0.52
Electricite de France 6.00% 23/01/2114	GBP	800,000	1,378	0.62
Electricite de France, FRN 5.88% Perpetual	GBP	900,000	1,006	0.46
LVMH Moet Hennessy Louis Vuitton 1.13% 11/02/2027	GBP	1,300,000	1,290	0.59
Orange, FRN 5.75% Perpetual	GBP	2,671,000	2,830	1.28
Veolia Environnement, FRN 2.50% Perpetual	EUR	1,400,000	1,190	0.54
			13,145	5.97
<b>Germany 3.27% (5.00%)</b>				
Kreditanstalt fuer Wiederaufbau 0.88% 18/07/2024	GBP	2,000,000	2,007	0.91
Kreditanstalt fuer Wiederaufbau 0.88% 15/09/2026	GBP	5,179,000	5,179	2.36
			7,186	3.27
<b>Hong Kong 0.13% (0.00%)</b>				
AIA Group, FRN 0.88% 09/09/2033	EUR	331,000	275	0.13
			275	0.13
<b>Ireland 2.95% (2.44%)</b>				
GE Capital UK Funding 4.13% 13/09/2023	GBP	2,800,000	2,962	1.35
GE Capital UK Funding 5.88% 18/01/2033	GBP	1,363,000	1,815	0.82
GE Capital UK Funding 8.00% 14/01/2039	GBP	1,000,000	1,713	0.78
			6,490	2.95
<b>Italy 2.57% (5.46%)</b>				
Enel, FRN 1.88% Perpetual	EUR	1,604,000	1,331	0.60
Intesa Sanpaolo 2.50% 15/01/2030	GBP	700,000	707	0.32
Telecom Italia 5.88% 19/05/2023	GBP	3,400,000	3,623	1.65
			5,661	2.57
<b>Jersey 0.67% (3.25%)</b>				
Gatwick Funding 2.63% 07/10/2048	GBP	1,600,000	1,463	0.67
			1,463	0.67
<b>Luxembourg 0.39% (0.00%)</b>				
Blackstone Property Partners Europe Holdings 2.63% 20/10/2028	GBP	855,000	863	0.39
			863	0.39
<b>Netherlands 3.44% (6.33%)</b>				
Deutsche Telekom International Finance 1.25% 06/10/2023	GBP	2,425,000	2,439	1.11
E.ON International Finance 6.38% 07/06/2032	GBP	1,700,000	2,351	1.07
Enel Finance International 5.75% 14/09/2040	GBP	1,900,000	2,788	1.26
			7,578	3.44

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Spain 4.45% (2.40%)</b>				
Banco Bilbao Vizcaya Argentaria, FRN 3.10% 15/07/2031	GBP	1,200,000	1,242	0.56
Banco Santander 1.38% 31/07/2024	GBP	3,500,000	3,520	1.60
Banco Santander 1.50% 14/04/2026	GBP	900,000	891	0.41
Banco Santander, FRN 2.25% 04/10/2032	GBP	1,900,000	1,879	0.85
Cellnex Finance 2.00% 15/02/2033	EUR	2,800,000	2,273	1.03
			9,805	4.45
<b>United Kingdom 47.92% (43.18%)</b>				
Anglian Water Osprey Financing 2.00% 31/07/2028	GBP	800,000	791	0.36
Annington Funding 2.31% 06/10/2032	GBP	1,097,000	1,083	0.49
Annington Funding 3.94% 12/07/2047	GBP	1,000,000	1,189	0.54
BAT International Finance 4.00% 04/09/2026	GBP	2,100,000	2,287	1.04
BAT International Finance 2.25% 26/06/2028	GBP	1,273,000	1,250	0.57
BAT International Finance 2.25% 09/09/2052	GBP	1,400,000	981	0.44
Bellis Acquisition 3.25% 16/02/2026	GBP	1,100,000	1,073	0.49
British American Tobacco, FRN 3.75% 31/12/2164	EUR	2,096,000	1,756	0.80
Broadgate Financing 5.00% 05/10/2033	GBP	2,200,000	2,477	1.12
BUFA Finance, FRN 4.00% 31/12/2164	GBP	501,000	489	0.22
Canary Wharf Finance II 6.46% 22/10/2033	GBP	673,837	812	0.37
Canary Wharf Group Investment Holdings 2.63% 23/04/2025	GBP	671,000	679	0.31
Clarion Funding 1.25% 13/11/2032	GBP	1,341,000	1,254	0.57
Clarion Funding 3.13% 19/04/2048	GBP	1,500,000	1,762	0.80
Clarion Funding 1.88% 07/09/2051	GBP	1,122,000	1,018	0.46
Connect Plus M25 Issuer 2.61% 31/03/2039	GBP	1,373,211	1,484	0.67
Diageo Finance 1.25% 28/03/2033	GBP	1,137,000	1,071	0.49
DS Smith 2.88% 26/07/2029	GBP	1,750,000	1,814	0.82
Experian Finance 0.74% 29/10/2025	GBP	1,149,000	1,125	0.51
FCE Bank 2.73% 03/06/2022	GBP	1,300,000	1,313	0.60
Folio Residential Finance NO 1 1.25% 31/10/2037	GBP	1,291,000	1,275	0.58
GlaxoSmithKline Capital 1.63% 12/05/2035	GBP	3,582,000	3,377	1.53
Grainger 3.38% 24/04/2028	GBP	2,200,000	2,347	1.07
Greene King Finance, FRN 1.87% 15/12/2034	GBP	3,982,000	3,278	1.49
HSBC Bank 5.38% 22/08/2033	GBP	2,500,000	3,229	1.47
HSBC Bank 4.75% 24/03/2046	GBP	900,000	1,184	0.54
HSBC Holdings 6.75% 11/09/2028	GBP	1,150,000	1,452	0.66
Imperial Brands Finance 9.00% 17/02/2022	GBP	5,220,000	5,363	2.44
Imperial Brands Finance 8.13% 15/03/2024	GBP	1,460,000	1,681	0.76
Investec, FRN 2.63% 04/01/2032	GBP	993,000	983	0.45
Investec Bank, FRN 4.25% 24/07/2028	GBP	2,917,000	3,033	1.38
Juturna European Loan Conduit No. 16 5.06% 10/08/2033	GBP	2,281,393	2,754	1.25
Legal & General Group, FRN 5.38% 27/10/2045	GBP	3,000,000	3,388	1.54
Legal & General Group, FRN 4.50% 01/11/2050	GBP	1,200,000	1,326	0.60
Lloyds Banking Group, FRN 2.71% 03/12/2035	GBP	1,700,000	1,697	0.77
Lloyds Banking Group, FRN 7.63% Perpetual	GBP	2,800,000	3,006	1.36
M&G, FRN 5.63% 20/10/2051	GBP	1,800,000	2,095	0.95
Meadowhall Finance 4.99% 12/07/2037	GBP	1,996,045	2,225	1.01
Mitchells & Butlers Finance 6.47% 15/09/2032	GBP	2,900,000	3,206	1.46
Motability Operations Group 1.50% 20/01/2041	GBP	1,303,000	1,164	0.53
National Grid Electricity Transmission 2.00% 17/04/2040	GBP	910,000	864	0.39
NatWest Group, FRN 2.87% 19/09/2026	GBP	1,700,000	1,777	0.81
NatWest Group, FRN 3.62% 14/08/2030	GBP	2,300,000	2,416	1.10
NatWest Group, FRN 2.10% 28/11/2031	GBP	931,000	921	0.42
Orbit Capital 2.00% 24/11/2038	GBP	815,000	787	0.36
RAC Bond 4.57% 06/05/2046	GBP	2,500,000	2,598	1.18
Segro, REIT 2.38% 11/10/2029	GBP	1,100,000	1,162	0.53
Sovereign Housing Capital 2.38% 04/11/2048	GBP	1,474,000	1,533	0.70
Telereal Securitisation, FRN 1.96% 10/12/2033	GBP	350,000	349	0.16
Tesco Property Finance 3 5.74% 13/04/2040	GBP	1,794,825	2,338	1.06
Tesco Property Finance 6 5.41% 13/07/2044	GBP	2,246,711	2,860	1.30
Thames Water Utilities Finance 1.88% 24/01/2024	GBP	2,028,000	2,061	0.94
Thames Water Utilities Finance 2.88% 03/05/2027	GBP	2,400,000	2,456	1.12
United Utilities Water Finance 1.75% 10/02/2038	GBP	1,314,000	1,245	0.56

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United Kingdom 47.92% (43.18%) (continued)</b>				
Virgin Media Secured Finance 4.13% 15/08/2030	GBP	1,350,000	1,344	0.61
Vodafone Group 3.38% 08/08/2049	GBP	807,000	886	0.40
Vodafone Group, FRN 3.00% 27/08/2080	EUR	1,592,000	1,379	0.63
Wellcome Trust 2.52% 07/02/2118	GBP	465,000	546	0.25
Western Power Distribution West Midlands 5.75% 16/04/2032	GBP	2,300,000	3,066	1.39
Westfield Stratford City Finance NO 2 1.64% 04/08/2031	GBP	1,106,000	1,110	0.50
			105,469	47.92
<b>United States of America 15.96% (8.42%)</b>				
Amazon.com 2.88% 12/05/2041	USD	2,900,000	2,168	0.98
American Honda Finance 1.50% 19/10/2027	GBP	1,753,000	1,740	0.79
AT&T 4.38% 14/09/2029	GBP	1,200,000	1,399	0.64
AT&T 4.25% 01/06/2043	GBP	1,400,000	1,706	0.78
Bank of America, FRN 1.67% 02/06/2029	GBP	1,195,000	1,178	0.54
Bank of America, FRN 2.69% 22/04/2032	USD	1,600,000	1,181	0.54
Berkshire Hathaway Finance 2.63% 19/06/2059	GBP	1,353,000	1,485	0.67
Charter Communications Operating 3.50% 01/06/2041	USD	1,750,000	1,253	0.57
Citigroup 2.75% 24/01/2024	GBP	3,068,000	3,177	1.44
Citigroup 4.50% 03/03/2031	GBP	1,500,000	1,757	0.80
Comcast 1.88% 20/02/2036	GBP	1,423,000	1,374	0.62
Ford Motor Credit 2.75% 14/06/2024	GBP	1,326,000	1,331	0.60
General Motors Financial 1.55% 30/07/2027	GBP	1,710,000	1,668	0.76
JPMorgan Chase, FRN 0.99% 28/04/2026	GBP	1,832,000	1,806	0.82
JPMorgan Chase, FRN 1.95% 04/02/2032	USD	2,695,000	1,880	0.85
JPMorgan Chase, FRN 1.90% 28/04/2033	GBP	1,214,000	1,191	0.54
Metropolitan Life Global Funding I 0.63% 08/12/2027	GBP	1,203,000	1,146	0.52
MPT Operating Partnership, REIT 2.50% 24/03/2026	GBP	2,397,000	2,424	1.10
Time Warner Cable 5.25% 15/07/2042	GBP	2,000,000	2,610	1.19
Verizon Communications 1.88% 03/11/2038	GBP	1,400,000	1,293	0.59
Verizon Communications 3.40% 22/03/2041	USD	1,805,000	1,370	0.62
			35,137	15.96
<b>Corporate Bonds total</b>			<b>193,072</b>	<b>87.72</b>
<b>Supranationals 9.34% (10.41%)</b>				
European Investment Bank 0.88% 15/12/2023	GBP	11,300,000	11,354	5.16
European Investment Bank 5.63% 07/06/2032	GBP	2,000,000	2,853	1.30
European Investment Bank 5.00% 15/04/2039	GBP	3,000,000	4,647	2.11
European Investment Bank 4.50% 07/03/2044	GBP	283,000	444	0.20
European Investment Bank 4.63% 12/10/2054	GBP	700,000	1,255	0.57
<b>Supranationals total</b>			<b>20,553</b>	<b>9.34</b>
<b>Forward Currency Contracts 0.08% (0.08%)</b>				
Buy GBP 9,613,658 sell EUR 11,281,200 dated 12/01/2022			66	0.03
Buy GBP 9,428,230 sell USD 12,803,600 dated 12/01/2022			115	0.05
<b>Forward Currency Contracts total</b>			<b>181</b>	<b>0.08</b>
<b>Futures (0.21)% (0.00%)</b>				
Euro-Bobl 08/12/2021	EUR	(9)	8	–
Euro-Bund 08/12/2021	EUR	(22)	59	0.03
Long Gilt 29/12/2021	GBP	176	(759)	(0.35)
US 10 Year Note 21/12/2021	USD	(74)	109	0.05
US Long Bond 21/12/2021	USD	(44)	122	0.06
<b>Futures total</b>			<b>(461)</b>	<b>(0.21)</b>
Investment assets (including investment liabilities)			214,852	97.61
Net other assets			5,257	2.39
<b>Net assets</b>			<b>220,109</b>	<b>100.00</b>

All holdings are debt securities denominated in Sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2020.

^ Unlisted, suspended or delisted security.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital (losses)/gains	2		(6,030)		8,585
Revenue	3	6,521		7,651	
Expenses	4	(1,736)		(1,932)	
Net revenue before taxation		4,785		5,719	
Taxation	5	(5)		(12)	
Net revenue after taxation			4,780		5,707
<b>Total return before distributions</b>			<b>(1,250)</b>		<b>14,292</b>
Distributions	6		(4,780)		(5,707)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>(6,030)</b>		<b>8,585</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>251,542</b>		<b>258,309</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	2,174		3,577	
Amounts payable on cancellation of shares	(29,881)		(21,643)	
		(27,707)		(18,066)
Change in net assets attributable to shareholders from investment activities (see above)		(6,030)		8,585
Retained distribution on accumulation shares		2,303		2,709
Unclaimed distribution monies		1		5
<b>Closing net assets attributable to shareholders</b>		<b>220,109</b>		<b>251,542</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	215,611	248,603
<b>Current assets:</b>			
Debtors	8	3,094	3,232
Cash and bank balances	9	5,994	994
<b>Total assets</b>		<b>224,699</b>	<b>252,829</b>
<b>Liabilities:</b>			
Investment liabilities	7	(759)	(116)
<b>Creditors:</b>			
Distributions payable		(475)	(546)
Other creditors	10	(3,356)	(625)
<b>Total liabilities</b>		<b>(4,590)</b>	<b>(1,287)</b>
<b>Net assets attributable to shareholders</b>		<b>220,109</b>	<b>251,542</b>

## NOTES TO THE FINANCIAL STATEMENT

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital (losses)/gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital (losses)/gains on investment during the year comprise:</b>		
Currency (losses)/gains	(19)	476
Derivative contracts losses	(677)	(261)
Forward currency contracts gains/(losses)	764	(364)
Non-derivative securities (losses)/gains	(6,098)	8,734
<b>Net capital (losses)/gains</b>	<b>(6,030)</b>	<b>8,585</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	–	15
Interest on debt securities	6,524	7,632
Income from derivatives	(3)	4
<b>Total revenue</b>	<b>6,521</b>	<b>7,651</b>

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,727	1,924
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	9	8
<b>Total expenses</b>	<b>1,736</b>	<b>1,932</b>

The audit fee was £10,761 (2020: £10,347). The audit fee forms part of the FMF.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 5 Taxation

## a Analysis of tax charge

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Overseas tax suffered	5	12
<b>Total current tax (see note 5b)</b>	<b>5</b>	<b>12</b>

## b Factors affecting current tax charge

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>4,785</b>	<b>5,719</b>
Corporation tax at 20%	957	1,144
<b>Effects of:</b>		
Overseas tax suffered	5	12
Tax deductible on interest distributions	(957)	(1,144)
<b>Current tax charge (see note 5a)</b>	<b>5</b>	<b>12</b>

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

## c Deferred tax

There was no provision for deferred tax at the year end (2020: £nil).

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Gross interest distribution for the six months ended 15 April	2,141	2,681
Gross interest distribution for the five months ended 15 September	1,897	2,232
Gross interest distribution for the month ended 15 October	692	762
	4,730	5,675
Add: Revenue deducted on cancellation of shares	53	38
Deduct: Revenue received on issue of shares	(3)	(6)
<b>Total distributions</b>	<b>4,780</b>	<b>5,707</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	4,780	5,707
<b>Net revenue after taxation</b>	<b>4,780</b>	<b>5,707</b>

Details of the distributions per share are set out in the distribution tables on pages 381 to 386.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**7 Fair value hierarchy**

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	298	(759)	64	(69)
Level 2: Observable market data	215,313	–	248,539	(47)
<b>Total value</b>	<b>215,611</b>	<b>(759)</b>	<b>248,603</b>	<b>(116)</b>

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 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.

**8 Debtors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	2,366	2,940
Amounts receivable on issue of shares	10	68
Sales awaiting settlement	718	224
<b>Total debtors</b>	<b>3,094</b>	<b>3,232</b>

**9 Cash and bank balances**

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing house and brokers	1,189	348
Cash and bank balances	4,805	646
<b>Total cash and bank balances</b>	<b>5,994</b>	<b>994</b>

**10 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	195	229
Amounts payable for cancellation of shares	554	364
Purchases awaiting settlement	2,607	32
<b>Total other creditors</b>	<b>3,356</b>	<b>625</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

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 to the ACD at the year end in respect of Fund Management Fee was £195,214 (2020: £228,939). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £371,385 (2020: £464,077). The amount outstanding at the year end was £59,000 (2020: £69,937). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £nil (2020: £nil) and £nil (2020: £4,905,611) respectively. The income received during the year amounted to £nil (2020: £70,000).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 1 Income shares)	307,007	(2,019)	309,026
ACD and related parties (Class 2 Income shares)	520,722	(60,362)	581,084
ACD and related parties (Class 1 Accumulation shares)	19,193	(192)	19,385
ACD and related parties (Class 2 Accumulation shares)	778,039	(176,508)	954,547
ACD and related parties (Class 3 Accumulation shares)	6,282,586	(1,099,188)	7,381,774

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

### 13 Shareholder funds

The Fund currently has three share classes: Class 1 (Retail), Class 2 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.77%  
Class 2: 0.63%  
Class 3: 0.33%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 367 and 368. The distributions per share are given in the distribution tables on pages 381 to 386. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	184,209,188	335,939	(14,702,543)	(221,222)	169,621,362
Class 2 Income shares	24,401,807	635,353	(7,488,119)	102,464	17,651,505
Class 1 Accumulation shares	49,492,007	82,813	(2,929,976)	(86,963)	46,557,881
Class 2 Accumulation shares	11,795,650	304,592	(3,049,809)	98,993	9,149,426
Class 3 Accumulation shares	7,381,774	304,065	(1,403,253)	–	6,282,586

## 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 7 and 8.

#### 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 (2020: £nil).

#### Currency risk

At the year end date, (0.12)% (2020: 0.05%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

#### Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2021 was:

Currency 15.10.21	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	1,231	8,205	142	9,578
Sterling	3,899	199,074	21,993	224,966
US dollar	864	7,852	299	9,015
<b>Financial Liabilities</b>				
Euro	–	–	(9,547)	(9,547)
Sterling	–	–	(4,590)	(4,590)
US dollar	–	–	(9,313)	(9,313)
<b>Total</b>	<b>5,994</b>	<b>215,131</b>	<b>(1,016)</b>	<b>220,109</b>

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2020 was:

Currency 15.10.20	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	131	10,390	18,644	29,165
Sterling	8,974	227,664	37,953	274,591
US dollar	1	2,120	3,570	5,691
<b>Financial Liabilities</b>				
Euro	–	–	(29,072)	(29,072)
Sterling	–	–	(23,176)	(23,176)
US dollar	–	–	(5,657)	(5,657)
<b>Total</b>	<b>9,106</b>	<b>240,174</b>	<b>2,262</b>	<b>251,542</b>

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate financial assets comprise investments in variable interest rate paying corporate debt and bank balances that bear interest on LIBOR or its equivalent.

#### 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 £16,713,377 (2020: £20,280,233). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £16,713,377 (2020: £20,280,233). 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, 97.61% (2020: 98.79%) 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 9.76% (2020: 9.88%).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**16 Counterparty exposure****Financial derivative exposure**

The types of derivatives held at the year end date were forward currency contracts and futures contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.21</b>			
Goldman Sachs	115	–	115
J.P. Morgan	–	298	298
Royal Bank of Scotland	66	–	66
<b>Total</b>	<b>181</b>	<b>298</b>	<b>479</b>

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.20</b>			
Barclays	(1)	–	(1)
Citibank	(3)	–	(3)
HSBC	4	–	4
J.P. Morgan	12	64	76
Merrill Lynch	179	–	179
Royal Bank of Scotland	12	–	12
Société Générale	(10)	–	(10)
Standard Chartered	2	–	2
UBS	10	–	10
<b>Total</b>	<b>205</b>	<b>64</b>	<b>269</b>

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

**Collateral**

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2020: £nil).

**17 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	187,918	207,792	85.37	82.61
Below investment grade securities	27,214	27,126	12.37	10.79
Unrated securities	–	13,369	–	5.31
<b>Total debt securities</b>	<b>215,132</b>	<b>248,287</b>	<b>97.74</b>	<b>98.71</b>

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

**18 Direct transaction costs**

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2021 (2020: £nil). The total purchases for the year amounted to £108,306,693 (2020: £211,097,886) and the total sales amounted to £134,001,808 (2020: £221,518,775).

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.58% (2020: 0.89%). 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.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**19 Post balance sheet events**

As a result of market movements and foreign exchange rates, since the balance sheet date on 15 October 2021, the price of each share class has changed as follows:

Share Class	Share Price in class currency 15.10.21	Share Price in class currency 10.02.22	Increase/(Decrease) %
Class 1 Income	54.24	51.85	(4.41)
Class 1 Accumulation	175.59	168.88	(3.82)
Class 2 Income	117.14	111.99	(4.40)
Class 2 Accumulation	154.36	148.52	(3.78)
Class 3 Accumulation	198.17	190.87	(3.68)

The impact on the net asset value of the Fund is also shown below:

Share Class	Net Asset Value (£) 15.10.21	Net Subscription/ (Redemption) (£)	Market Movements (£)	Net Asset Value (£) 10.02.22
Class 1 Income	91,512,322	(2,008,011)	(3,451,371)	86,052,940
Class 1 Accumulation	81,517,614	(1,553,220)	(2,811,686)	77,152,708
Class 2 Income	20,582,237	(2,361,588)	(654,774)	17,565,875
Class 2 Accumulation	14,081,996	(1,076,265)	(455,191)	12,550,540
Class 3 Accumulation	12,414,619	(886,934)	(378,141)	11,149,544
<b>Total</b>	<b>220,108,788</b>	<b>(7,886,018)</b>	<b>(7,751,163)</b>	<b>204,471,607</b>

## DISTRIBUTION TABLES

## Final distribution payable in pence per share for the month ended 15 October 2021

Income shares		Gross revenue	Equalisation	Final distribution payable 26 November 2021	Final distribution paid 27 November 2020
Class 1 Income shares	Group 1	0.1310	–	0.1310	0.1352
	Group 2	0.0554	0.0756	0.1310	0.1352
Class 2 Income shares	Group 1	0.2014	–	0.2014	0.2086
	Group 2	0.1331	0.0683	0.2014	0.2086

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 26 November 2021	Final distribution paid 27 November 2020
Class 1 Accumulation shares	Group 1	0.7581	–	0.7581	0.7328
	Group 2	0.1506	0.6075	0.7581	0.7328
Class 2 Accumulation shares	Group 1	0.6368	–	0.6368	0.6056
	Group 2	0.0762	0.5606	0.6368	0.6056
Class 3 Accumulation shares	Group 1	0.3612	–	0.3612	0.3803
	Group 2	0.1673	0.1939	0.3612	0.3803

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 September 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 September 2021.

## Interim distribution paid in pence per share for the month ended 15 September 2021

Income shares		Gross revenue	Equalisation	Interim distribution payable 27 October 2021	Interim distribution paid 27 October 2020
Class 1 Income shares	Group 1	0.1050	–	0.1050	0.1050
	Group 2	0.0024	0.1026	0.1050	0.1050
Class 2 Income shares	Group 1	0.2050	–	0.2050	0.2100
	Group 2	0.0697	0.1353	0.2050	0.2100

Accumulation shares		Gross revenue	Equalisation	Interim distribution payable 27 October 2021	Interim distribution paid 27 October 2020
Class 1 Accumulation shares	Group 1	0.2993	–	0.2993	0.2993
	Group 2	0.0000	0.2993	0.2993	0.2993
Class 2 Accumulation shares	Group 1	0.2340	–	0.2340	0.2397
	Group 2	0.0000	0.2340	0.2340	0.2397
Class 3 Accumulation shares	Group 1	0.4142	–	0.4142	0.4089
	Group 2	0.1455	0.2687	0.4142	0.4089

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 August 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 August 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 August 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 September 2021	Interim distribution paid 27 September 2020
Class 1 Income shares	Group 1	0.0950	–	0.0950	0.1050
	Group 2	0.0000	0.0950	0.0950	0.1050
Class 2 Income shares	Group 1	0.1900	–	0.1900	0.2300
	Group 2	0.0601	0.1299	0.1900	0.2300

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 September 2021	Interim distribution paid 27 September 2020
Class 1 Accumulation shares	Group 1	0.2708	–	0.2708	0.2993
	Group 2	0.0000	0.2708	0.2708	0.2993
Class 2 Accumulation shares	Group 1	0.2169	–	0.2169	0.2625
	Group 2	0.0000	0.2169	0.2169	0.2625
Class 3 Accumulation shares	Group 1	0.3552	–	0.3552	0.4104
	Group 2	0.1443	0.2109	0.3552	0.4104

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## Interim distribution paid in pence per share for the month ended 15 July 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 August 2021	Interim distribution paid 27 August 2020
Class 1 Income shares	Group 1	0.0900	–	0.0900	0.1000
	Group 2	0.0000	0.0900	0.0900	0.1000
Class 2 Income shares	Group 1	0.2000	–	0.2000	0.2350
	Group 2	0.0747	0.1253	0.2000	0.2350

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 August 2021	Interim distribution paid 27 August 2020
Class 1 Accumulation shares	Group 1	0.2565	–	0.2565	0.2850
	Group 2	0.0000	0.2565	0.2565	0.2850
Class 2 Accumulation shares	Group 1	0.2283	–	0.2283	0.2682
	Group 2	0.0000	0.2283	0.2283	0.2682
Class 3 Accumulation shares	Group 1	0.4039	–	0.4039	0.4150
	Group 2	0.2541	0.1498	0.4039	0.4150

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 June 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 June 2021.



## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 June 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 July 2021	Interim distribution paid 27 July 2020
Class 1 Income shares	Group 1	0.0900	–	0.0900	0.0950
	Group 2	0.0000	0.0900	0.0900	0.0950
Class 2 Income shares	Group 1	0.2000	–	0.2000	0.2300
	Group 2	0.0948	0.1052	0.2000	0.2300

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 July 2021	Interim distribution paid 27 July 2020
Class 1 Accumulation shares	Group 1	0.2565	–	0.2565	0.2708
	Group 2	0.0000	0.2565	0.2565	0.2708
Class 2 Accumulation shares	Group 1	0.2283	–	0.2283	0.2625
	Group 2	0.0000	0.2283	0.2283	0.2625
Class 3 Accumulation shares	Group 1	0.3835	–	0.3835	0.4310
	Group 2	0.2382	0.1453	0.3835	0.4310

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 May 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 May 2021.

## Interim distribution paid in pence per share for the month ended 15 May 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 25 June 2021	Interim distribution paid 27 June 2020
Class 1 Income shares	Group 1	0.0900	–	0.0900	0.0900
	Group 2	0.0000	0.0900	0.0900	0.0900
Class 2 Income shares	Group 1	0.2250	–	0.2250	0.2300
	Group 2	0.0664	0.1586	0.2250	0.2300

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 25 June 2021	Interim distribution paid 27 June 2020
Class 1 Accumulation shares	Group 1	0.2565	–	0.2565	0.2565
	Group 2	0.0000	0.2565	0.2565	0.2565
Class 2 Accumulation shares	Group 1	0.2568	–	0.2568	0.2625
	Group 2	0.0000	0.2568	0.2568	0.2625
Class 3 Accumulation shares	Group 1	0.3982	–	0.3982	0.4074
	Group 2	0.0997	0.2985	0.3982	0.4074

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 April 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 May 2021	Interim distribution paid 27 May 2020
Class 1 Income shares	Group 1	0.0900	–	0.0900	0.0900
	Group 2	0.0000	0.0900	0.0900	0.0900
Class 2 Income shares	Group 1	0.2300	–	0.2300	0.2250
	Group 2	0.0817	0.1483	0.2300	0.2250

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 May 2021	Interim distribution paid 27 May 2020
Class 1 Accumulation shares	Group 1	0.2565	–	0.2565	0.2565
	Group 2	0.0000	0.2565	0.2565	0.2565
Class 2 Accumulation shares	Group 1	0.2625	–	0.2625	0.2568
	Group 2	0.0000	0.2625	0.2625	0.2568
Class 3 Accumulation shares	Group 1	0.4381	–	0.4381	0.4624
	Group 2	0.3278	0.1103	0.4381	0.4624

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 March 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 March 2021.

## Interim distribution paid in pence per share for the month ended 15 March 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 April 2021	Interim distribution paid 27 April 2020
Class 1 Income shares	Group 1	0.0800	–	0.0800	0.0850
	Group 2	0.0000	0.0800	0.0800	0.0850
Class 2 Income shares	Group 1	0.2150	–	0.2150	0.2182
	Group 2	0.0661	0.1489	0.2150	0.2182

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 April 2021	Interim distribution paid 27 April 2020
Class 1 Accumulation shares	Group 1	0.2280	–	0.2280	0.2422
	Group 2	0.0000	0.2280	0.2280	0.2422
Class 2 Accumulation shares	Group 1	0.2454	–	0.2454	0.2568
	Group 2	0.0000	0.2454	0.2454	0.2568
Class 3 Accumulation shares	Group 1	0.3923	–	0.3923	0.3776
	Group 2	0.1405	0.2518	0.3923	0.3776

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 February 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 February 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 February 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 March 2021	Interim distribution paid 27 March 2020
Class 1 Income shares	Group 1	0.0800	–	0.0800	0.0900
	Group 2	0.0000	0.0800	0.0800	0.0900
Class 2 Income shares	Group 1	0.2150	–	0.2150	0.2350
	Group 2	0.0649	0.1501	0.2150	0.2350

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 26 March 2021	Interim distribution paid 27 March 2020
Class 1 Accumulation shares	Group 1	0.2280	–	0.2280	0.2565
	Group 2	0.0000	0.2280	0.2280	0.2565
Class 2 Accumulation shares	Group 1	0.2454	–	0.2454	0.2682
	Group 2	0.0000	0.2454	0.2454	0.2682
Class 3 Accumulation shares	Group 1	0.4065	–	0.4065	0.4090
	Group 2	0.3479	0.0586	0.4065	0.4090

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.

## Interim distribution paid in pence per share for the month ended 15 January 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 26 February 2021	Interim distribution paid 27 February 2020
Class 1 Income shares	Group 1	0.0800	–	0.0800	0.0900
	Group 2	0.0140	0.0660	0.0800	0.0900
Class 2 Income shares	Group 1	0.2150	–	0.2150	0.2525
	Group 2	0.0581	0.1569	0.2150	0.2525

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 26 February 2021	Interim distribution paid 27 February 2020
Class 1 Accumulation shares	Group 1	0.2280	–	0.2280	0.2565
	Group 2	0.0000	0.2280	0.2280	0.2565
Class 2 Accumulation shares	Group 1	0.2454	–	0.2454	0.2882
	Group 2	0.0000	0.2454	0.2454	0.2882
Class 3 Accumulation shares	Group 1	0.4104	–	0.4104	0.4929
	Group 2	0.0130	0.3974	0.4104	0.4929

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 December 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 December 2020.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 December 2020

Income shares		Gross revenue	Equalisation	Interim distribution paid 27 January 2021	Interim distribution paid 27 January 2020
Class 1 Income shares	Group 1	0.0750	–	0.0750	0.1000
	Group 2	0.0173	0.0577	0.0750	0.1000
Class 2 Income shares	Group 1	0.2050	–	0.2050	0.2550
	Group 2	0.0917	0.1133	0.2050	0.2550

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 27 January 2021	Interim distribution paid 27 January 2020
Class 1 Accumulation shares	Group 1	0.2137	–	0.2137	0.2850
	Group 2	0.0000	0.2137	0.2137	0.2850
Class 2 Accumulation shares	Group 1	0.2340	–	0.2340	0.2911
	Group 2	0.0851	0.1489	0.2340	0.2911
Class 3 Accumulation shares	Group 1	0.4268	–	0.4268	0.4329
	Group 2	0.2853	0.1415	0.4268	0.4329

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 November 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 November 2020.

## Interim distribution paid in pence per share for the month ended 15 November 2020

Income shares		Gross revenue	Equalisation	Interim distribution paid 24 December 2020	Interim distribution paid 27 December 2019
Class 1 Income shares	Group 1	0.0700	–	0.0700	0.1000
	Group 2	0.0326	0.0374	0.0700	0.1000
Class 2 Income shares	Group 1	0.1900	–	0.1900	0.2550
	Group 2	0.0980	0.0920	0.1900	0.2550

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 24 December 2020	Interim distribution paid 27 December 2019
Class 1 Accumulation shares	Group 1	0.1995	–	0.1995	0.2850
	Group 2	0.1061	0.0934	0.1995	0.2850
Class 2 Accumulation shares	Group 1	0.2169	–	0.2169	0.2911
	Group 2	0.0905	0.1264	0.2169	0.2911
Class 3 Accumulation shares	Group 1	0.3782	–	0.3782	0.4901
	Group 2	0.1542	0.2240	0.3782	0.4901

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

## Equalisation

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS STRATEGIC BOND FUND

### INVESTMENT OBJECTIVE

The Fund will aim to grow your investment through a combination of income and capital returns by investing in bonds issued by companies, governments or supranational organisations, whilst aiming to provide a net return greater than the benchmark over the long term (5 years or more).

The benchmark (the "Index") is a Bloomberg® Barclays® Composite Index, as detailed below.

### INVESTMENT POLICY

#### Core investment

At least 80% of the Fund will be invested in bonds, issued in Sterling or hedged to Sterling, and no more than 50% of the Fund will be invested in bonds which have been independently rated as sub-investment grade with a credit rating below BBB-/Baa3.

Sub-investment grade bonds are typically regarded as being of lower quality and therefore higher risk than "investment grade" bonds, but typically offer a higher yield.

#### Other investments

The Fund may also invest in shares of companies, other funds (including funds managed by Aviva Investors companies), cash and deposits. Derivatives may be used for investment purposes or to gain a particular market exposure which would otherwise be difficult or costly to achieve, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund.

#### Strategy

The Fund is actively managed, with a flexible asset allocation approach across global bond markets. The Investment Manager will seek to blend the key asset classes including government, investment grade and sub-investment grade bonds to effectively manage the overall risk and reward profile of the Fund.

The Fund's allocation to these asset classes will vary over time, reflecting the Investment Manager's view of both the changing longer-term market outlook and shorter-term opportunities. The Investment Manager will focus on identifying what they judge to be higher quality investment grade or sub-investment grade bonds through assessment of the business strengths and risks associated with the underlying companies, the valuation of the bonds relative to the market, the views of independent risk rating agencies, and any other relevant factors, whilst also taking advantage of short-term opportunities when they arise.

#### Environmental, Social and Governance (ESG) factors

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 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's performance is measured against the Index a composite benchmark of one third Bloomberg® Barclays® Treasury G7 Index (Sterling Hedged), one third Bloomberg® Barclays® Global Aggregate Corporate Index (Sterling Hedged), and one third Bloomberg® Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged), after charges and taxes.

The Fund does not base its investment process upon the Index, which is only a representation of the investment universe, therefore the Fund will hold bonds that are not part of the Index, and will only hold a relatively small proportion of bonds relative to the number in the Index.

The Index represents the performance of a broad range of global bonds.

The Index has been selected as a benchmark for performance measurement because it is representative of the type of bonds in which the Fund is likely to invest, and it is therefore an appropriate measure for the Fund's performance.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Strategic Bond Fund delivered a total return of 3.37%, (share class 1) net of fees. The Fund's composite benchmark\*, one third Bloomberg Barclays Treasury G7 Index, one third Bloomberg Barclays Global Aggregate Corporate Index and one third Bloomberg Barclays Global High Yield Index ex CMBS ex EMG 2% issuer capped, returned 2.40% over the same period.

The tracking error at the year end was 1.11%.

#### Review

In a challenging environment for fixed income assets, the Fund generated a positive return and outperformed its benchmark. The weakness of government bonds created a headwind for most areas of fixed income during the period. Benchmark government bond yields, which move inversely to prices, rose by one hundred basis points and eighty basis points respectively in the UK and US as investors anticipated that a combination of stronger growth and rising inflation would bring forward tighter monetary policy. This was despite the main central banks reiterating that their ultra-accommodative stance would remain in place until the economic recovery became established.

Total returns for corporate bonds were held back by the weakness of government bonds, although a tightening of credit spreads attested to the fundamental health of the market. The most resilient areas were lower-quality credits and those sectors that are most sensitive to the ultimate ending of social restrictions, such as leisure. High-yield bonds performed well amid strong appetite for risk, despite record new issuance in the US.

The Fund benefited from timely moves to adjust risk as sentiment shifted over the course of the review period. Credit risk was raised when confidence surged on the approval of Covid vaccines in November 2020 but then dialled back as inflation concerns began to come to the fore in the summer of 2021. The underweighting of interest rate risk also added value. At the asset allocation level, being overweight high-yield and investment-grade bonds was helpful, as was the exposure to inflation-hedging investments.

## AVIVA INVESTORS STRATEGIC BOND FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Review (continued)

Occidental Petroleum prospered on the back of rising crude oil prices and moves to pay down debt. Debt reduction also drove good performance by GE. Other profitable positions included Anglian Water, AXA and Time Warner. The main detractor was German real estate company Adler. The bonds were hit as the value of its assets was downgraded on the back of political uncertainty in the wake of the German elections and a referendum in Berlin that approved the expropriation of properties from large landlords.

#### Outlook

The global economic outlook continues to improve on the back of mass Covid-19 vaccination programmes and huge fiscal stimulus, most notably in the US. We expect this to persist in the medium term.

We expect corporate bond default rates to remain low and credit fundamentals to improve as company earnings continue to reflect the re-opening of economies. Technical factors offer a further underpinning as investor demand remains very strong but issuance is expected to fall away somewhat over the remainder of the year.

Corporate bond valuations nevertheless remain stretched and we therefore remain wary of taking on too much credit risk within lower-quality segments of the market. There are numerous sources of potential market volatility and we will be monitoring closely central bank statement indicating their expected path to monetary policy normalisation and the progress of US stimulus packages through the legislature. We anticipate that the US Federal Reserve will announce a winding up of its quantitative easing programme in November. We now have neutral risk position as we head into 2022.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 391 and 392 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

### Performance History – Income Shares

Calendar year	Share Class 5 %	Benchmark* %
31.12.15 to 31.12.16	N/A	8.08
31.12.16 to 31.12.17	2.88	4.04
31.12.17 to 31.12.18	-4.02	-1.77
31.12.18 to 31.12.19	8.60	9.30
31.12.19 to 31.12.20	7.40	5.80

\* Benchmark – a composite benchmark of one third Bloomberg® Barclays® Treasury G7 Index (Sterling Hedged), one third Bloomberg® Barclays® Global Aggregate Corporate Index (Sterling Hedged), and one third Bloomberg® Barclays® Global High Yield Index ex CMBS ex EMG 2% Issuer Capped (Sterling Hedged).

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.

### Material Portfolio Changes

Purchases	Sales
UK Treasury 1.63% 22/10/2028	UK Treasury 1.63% 22/10/2028
US Treasury 0.38% 31/01/2026	Deutsche Bundesrepublik Inflation Linked Bond, FRN 0.50% 15/04/2030
UK Treasury 4.50% 07/09/2034	Legal & General Group, FRN 10.00% 23/07/2041
Legal & General Group, FRN 5.38% 27/10/2045	UK Treasury 0.63% 31/07/2035
Amazon.com 2.88% 12/05/2041	US Treasury Inflation Indexed, FRN 1.00% 15/02/2046
UK Treasury 0.63% 31/07/2035	US Treasury Inflation Indexed, FRN 0.88% 15/01/2029
Virgin Media Secured Finance 4.13% 15/08/2030	US Treasury 3.00% 15/02/2049
Barclays, FRN 6.13% 31/12/2164	UK Treasury 4.50% 07/09/2034
Cellnex Finance 2.00% 15/02/2033	RAC Bond 5.00% 06/05/2046
Bank of America, FRN 2.69% 22/04/2032	US Treasury 0.38% 31/01/2026

### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.15 to 31.12.16	6.00	6.44	1.56
31.12.16 to 31.12.17	2.92	3.40	3.72
31.12.17 to 31.12.18	-4.41	-4.07	-3.78
31.12.18 to 31.12.19	8.30	8.60	8.90
31.12.19 to 31.12.20	7.00	7.30	7.60





## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	72.17	70.11	69.45
Return before operating charges <sup>†</sup>	3.16	4.45	3.57
Operating charges	(0.65)	(0.63)	(0.61)
Return after operating charges <sup>†</sup>	2.51	3.82	2.96
Distributions	(1.38)	(1.76)	(2.30)
Closing net asset value per share	73.30	72.17	70.11
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	3.48%	5.45%	4.26%
<b>Other information</b>			
Closing net asset value (£000)	642	550	670
Closing number of shares	876,546	761,399	955,157
Operating charges (%) <sup>†</sup>	0.88%	0.88%	0.88%
Direct transaction costs (%) <sup>†</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	74.78	73.03	71.00
Lowest share price	71.68	65.34	67.69

Class 2 Income shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	108.65	105.54	104.54
Return before operating charges <sup>†</sup>	4.78	6.72	5.40
Operating charges	(0.70)	(0.68)	(0.66)
Return after operating charges <sup>†</sup>	4.08	6.04	4.74
Distributions	(2.37)	(2.93)	(3.74)
Closing net asset value per share	110.36	108.65	105.54
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	3.76%	5.72%	4.53%
<b>Other information</b>			
Closing net asset value (£000)	73,256	91,666	117,452
Closing number of shares	66,378,138	84,365,194	111,282,227
Operating charges (%) <sup>†</sup>	0.63%	0.63%	0.63%
Direct transaction costs (%) <sup>†</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	112.64	109.99	106.93
Lowest share price	107.92	98.38	101.89

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	236.38	222.79	212.30
Return before operating charges <sup>†</sup>	10.41	14.35	11.21
Operating charges	(0.81)	(0.76)	(0.72)
Return after operating charges <sup>†</sup>	9.60	13.59	10.49
Distributions	(5.93)	(6.94)	(8.35)
Retained distributions on accumulation shares	5.93	6.94	8.35
Closing net asset value per share	245.98	236.38	222.79
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	4.06%	6.10%	4.94%
<b>Other information</b>			
Closing net asset value (£000)	106,647	121,372	165,049
Closing number of shares	43,355,524	51,346,676	74,082,601
Operating charges (%) <sup>†</sup>	0.33%	0.33%	0.33%
Direct transaction costs (%) <sup>†</sup>	–	–	–
<b>Prices<sup>®</sup></b>			
Highest share price	249.62	237.74	224.13
Lowest share price	234.81	209.44	207.50

## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 p per share	2019 p per share
<b>Class 5 Income shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	99.20	96.36	95.44
Return before operating charges <sup>‡</sup>	4.36	6.13	4.93
Operating charges	(0.59)	(0.57)	(0.55)
Return after operating charges <sup>‡</sup>	3.77	5.56	4.38
Distributions	(2.21)	(2.72)	(3.46)
Closing net asset value per share	100.76	99.20	96.36
<sup>‡</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after charges (%)	3.80%	5.77%	4.59%
<b>Other information</b>			
Closing net asset value (£000)	84,233	84,247	90,178
Closing number of shares	83,600,296	84,928,155	93,586,270
Operating charges (%) <sup>‡</sup>	0.58%	0.58%	0.58%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest share price	102.84	100.42	97.63
Lowest share price	98.53	89.83	93.02

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.88%	0.88%
Class 2	0.63%	0.63%
Class 3	0.33%	0.33%
Class 5	0.58%	0.58%

\* 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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Government Bonds 26.30% (30.33%)</b>				
<b>Germany 3.35% (6.10%)</b>				
Deutsche Bundesrepublik Inflation Linked Bond 0.50% 15/04/2030	EUR	7,800,000	8,868	3.35
			8,868	3.35
<b>United Kingdom 4.13% (3.24%)</b>				
UK Treasury 1.63% 22/10/2028	GBP	1,900,000	2,005	0.76
UK Treasury 0.88% 31/07/2033	GBP	907,519	883	0.34
UK Treasury 4.50% 07/09/2034	GBP	1,351,772	1,888	0.71
UK Treasury 4.75% 07/12/2038	GBP	4,000,000	6,151	2.32
			10,927	4.13
<b>United States of America 18.82% (20.99%)</b>				
US Treasury 0.38% 31/01/2026	USD	12,420,000	8,813	3.33
US Treasury 1.75% 15/11/2029	USD	15,500,000	11,561	4.37
US Treasury 3.00% 15/02/2049	USD	14,000,000	12,236	4.62
US Treasury 2.00% 15/02/2050	USD	7,600,000	5,466	2.06
US Treasury Inflation Indexed 0.88% 15/01/2029	USD	6,100,000	5,589	2.11
US Treasury Inflation Indexed 1.00% 15/02/2046	USD	5,500,000	6,164	2.33
			49,829	18.82
<b>Government Bonds total</b>			<b>69,624</b>	<b>26.30</b>
<b>Corporate Bonds 66.69% (65.75%)</b>				
<b>Canada 0.00% (0.81%)</b>				
<b>France 3.90% (2.93%)</b>				
AXA, FRN 5.63% 16/01/2054	GBP	4,895,000	5,966	2.25
CAB SELAS 3.38% 01/02/2028	EUR	1,809,000	1,524	0.58
Credit Agricole, FRN 1.87% 09/12/2031	GBP	1,800,000	1,772	0.67
Iliad Holding 5.63% 15/10/2028	EUR	1,200,000	1,050	0.40
			10,312	3.90
<b>Hong Kong 0.14% (0.00%)</b>				
AIA Group, FRN 0.88% 09/09/2033	EUR	456,000	380	0.14
			380	0.14
<b>Ireland 1.69% (1.35%)</b>				
GE Capital UK Funding 5.88% 18/01/2033	GBP	2,451,000	3,263	1.23
GE Capital UK Funding 8.00% 14/01/2039	GBP	700,000	1,200	0.46
			4,463	1.69
<b>Italy 5.23% (6.39%)</b>				
Enel, FRN 8.75% 24/09/2073	USD	5,000,000	4,129	1.56
Enel, FRN 1.88% Perpetual	EUR	2,299,000	1,907	0.72
Nexi 1.63% 30/04/2026	EUR	2,971,000	2,492	0.94
Telecom Italia 5.88% 19/05/2023	GBP	5,000,000	5,328	2.01
			13,856	5.23
<b>Jersey 0.65% (1.53%)</b>				
Adient Global Holdings 3.50% 15/08/2024	EUR	2,000,000	1,706	0.65
			1,706	0.65
<b>Luxembourg 1.82% (1.09%)</b>				
ADLER Group 2.25% 27/04/2027	EUR	1,000,000	715	0.27
Altice France Holding 8.00% 15/05/2027	EUR	2,000,000	1,793	0.68
Altice France Holding 4.00% 15/02/2028	EUR	1,454,000	1,149	0.43
Blackstone Property Partners Europe Holdings 2.63% 20/10/2028	GBP	1,011,000	1,020	0.38
Galapagos Holding 7.00% 15/06/2022 <sup>s</sup>	EUR	6,000,000	152	0.06
			4,829	1.82
<b>Mauritius 0.00% (1.04%)</b>				

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Netherlands 2.31% (5.96%)</b>				
Energizer Gamma Acquisition 3.50% 30/06/2029	EUR	1,667,000	1,375	0.52
Nobel Bidco 3.13% 15/06/2028	EUR	1,349,000	1,097	0.41
Telefonica Europe, FRN 4.38% Perpetual	EUR	4,000,000	3,652	1.38
			6,124	2.31
<b>Spain 3.03% (1.68%)</b>				
Banco Bilbao Vizcaya Argentaria, FRN 3.10% 15/07/2031	GBP	1,600,000	1,656	0.62
Banco Santander, FRN 2.25% 04/10/2032	GBP	2,400,000	2,373	0.90
Cellnex Finance 2.00% 15/02/2033	EUR	3,400,000	2,760	1.04
Grifols Escrow Issuer 3.88% 15/10/2028	EUR	1,467,000	1,243	0.47
			8,032	3.03
<b>Supranational 1.83% (0.00%)</b>				
Allied Universal Holdco 3.63% 01/06/2028	EUR	2,614,000	2,161	0.82
Allied Universal Holdco 4.88% 01/06/2028	GBP	1,753,000	1,714	0.65
Ardagh Metal Packaging Finance USA 2.00% 01/09/2028	EUR	1,148,000	960	0.36
			4,835	1.83
<b>Switzerland 0.00% (0.61%)</b>				
<b>United Kingdom 25.60% (27.70%)</b>				
Anglian Water Osprey Financing 4.00% 08/03/2026	GBP	2,500,000	2,699	1.02
Annington Funding 2.65% 12/07/2025	GBP	5,000,000	5,190	1.96
Barclays 3.25% 12/02/2027	GBP	4,000,000	4,253	1.61
Barclays, FRN 6.13% 31/12/2164	USD	3,700,000	2,986	1.13
Bellis Acquisition 3.25% 16/02/2026	GBP	1,337,000	1,304	0.49
British American Tobacco, FRN 3.75% 31/12/2164	EUR	2,615,000	2,191	0.83
BUFA Finance, FRN 4.00% 31/12/2164	GBP	630,000	615	0.23
Canary Wharf Group Investment Holdings 2.63% 23/04/2025	GBP	1,049,000	1,061	0.40
Debenhams 5.25% 15/07/2021 <sup>s</sup>	GBP	903,000	4	—
DS Smith 2.88% 26/07/2029	GBP	1,899,000	1,968	0.74
Eversholt Funding 6.70% 22/02/2035	GBP	1,832,143	2,339	0.88
Greene King Finance, FRN 1.87% 15/12/2034	GBP	6,266,000	5,158	1.95
House of Fraser Funding, FRN 6.55% 15/09/2020 <sup>s</sup>	GBP	1,466,000	22	0.01
HSBC Holdings 6.75% 11/09/2028	GBP	1,450,000	1,831	0.69
Iceland Bondco 4.38% 15/05/2028	GBP	1,128,000	974	0.37
Investec, FRN 2.63% 04/01/2032	GBP	1,252,000	1,239	0.47
Investec Bank 9.63% 17/02/2022	GBP	2,000,000	2,057	0.78
Iron Mountain UK, REIT 3.88% 15/11/2025	GBP	2,000,000	2,015	0.76
Legal & General Group, FRN 5.38% 27/10/2045	GBP	5,200,000	5,872	2.22
Lloyds Bank 7.63% 22/04/2025	GBP	2,500,000	3,023	1.14
M&G, FRN 5.63% 20/10/2051	GBP	1,600,000	1,862	0.70
Mitchells & Butlers Finance, FRND1 2.19% 15/06/2036	GBP	4,000,000	3,232	1.22
NatWest Group, FRN 2.10% 28/11/2031	GBP	1,117,000	1,105	0.42
Spirit IssuerA5 5.47% 28/12/2034	GBP	4,570,000	5,073	1.91
Virgin Media Secured Finance 5.00% 15/04/2027	GBP	4,000,000	4,130	1.56
Virgin Media Secured Finance 4.13% 15/08/2030	GBP	3,000,000	2,988	1.13
Vodafone Group, FRN 3.00% 27/08/2080	EUR	3,000,000	2,599	0.98
			67,790	25.60
<b>United States of America 20.49% (14.66%)</b>				
Amazon.com 2.88% 12/05/2041	USD	3,481,000	2,602	0.98
AT&T 4.38% 14/09/2029	GBP	5,000,000	5,831	2.20
AT&T 4.25% 01/06/2043	GBP	2,000,000	2,437	0.92
Bank of America, FRN 2.69% 22/04/2032	USD	2,000,000	1,476	0.56
Bank of America, FRN 2.68% 19/06/2041	USD	2,520,000	1,755	0.66
Broadcom 2.45% 15/02/2031	USD	2,100,000	1,475	0.56
Catalent Pharma Solutions 2.38% 01/03/2028	EUR	3,500,000	2,952	1.12
Charter Communications Operating 3.50% 01/06/2041	USD	3,000,000	2,148	0.81
Citigroup 4.50% 03/03/2031	GBP	3,559,000	4,168	1.58

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 20.49% (14.66%) (continued)</b>				
DaVita 4.63% 01/06/2030	USD	2,000,000	1,485	0.56
Ford Motor Credit 3.25% 15/09/2025	EUR	4,200,000	3,741	1.41
Goldman Sachs Group, FRN 2.62% 22/04/2032	USD	1,735,000	1,270	0.48
Iron Mountain, REIT 4.50% 15/02/2031	USD	1,525,000	1,114	0.42
JPMorgan Chase, FRN 1.95% 04/02/2032	USD	3,195,000	2,229	0.84
JPMorgan Chase, FRN 1.90% 28/04/2033	GBP	1,467,000	1,440	0.55
MPT Operating Partnership, REIT 3.38% 24/04/2030	GBP	2,327,000	2,392	0.90
Netflix 3.88% 15/11/2029	EUR	2,250,000	2,283	0.86
Occidental Petroleum 6.45% 15/09/2036	USD	1,500,000	1,386	0.52
Olympus Water US Holding 3.88% 01/10/2028	EUR	580,000	486	0.19
Organon 2.88% 30/04/2028	EUR	1,680,000	1,430	0.54
PG&E 5.00% 01/07/2028	USD	2,285,000	1,712	0.65
Time Warner Cable 5.25% 15/07/2042	GBP	2,500,000	3,263	1.23
T-Mobile USA 2.63% 15/04/2026	USD	2,035,000	1,505	0.57
T-Mobile USA 3.88% 15/04/2030	USD	1,595,000	1,273	0.48
Verizon Communications 1.88% 03/11/2038	GBP	1,500,000	1,385	0.52
Verizon Communications 3.40% 22/03/2041	USD	1,325,000	1,006	0.38
			54,244	20.49
<b>Corporate Bonds total</b>			<b>176,571</b>	<b>66.69</b>
<b>Forward Currency Contracts 0.54% (1.22%)</b>				
Buy EUR 790,000 sell GBP 671,497 dated 12/01/2022			(3)	–
Buy GBP 60,210,038 sell EUR 70,653,800 dated 12/01/2022			419	0.16
Buy GBP 83,352,313 sell USD 113,193,000 dated 12/01/2022			1,015	0.38
Buy USD 950,000 sell GBP 696,283 dated 12/01/2022			(5)	–
<b>Forward Currency Contracts total</b>			<b>1,426</b>	<b>0.54</b>
<b>Futures 0.55% ((0.11)%)</b>				
Euro-Bobl 08/12/2021	EUR	(73)	66	0.02
Euro-Bund 08/12/2021	EUR	(117)	315	0.12
Long Gilt 29/12/2021	GBP	(128)	552	0.21
US 10 Year Note 21/12/2021	USD	(117)	172	0.06
US Long Bond 21/12/2021	USD	(67)	186	0.07
US Ultra Bond 21/12/2021	USD	(48)	176	0.07
<b>Futures total</b>			<b>1,467</b>	<b>0.55</b>
<b>Liquidity Funds 2.76% (0.39%)</b>				
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP <sup>†</sup>	GBP	5,200,000	5,200	1.96
Aviva Investors US Dollar Liquidity Fund Class 3, Income shares, USD <sup>†</sup>	USD	2,900,000	2,110	0.80
<b>Liquidity Funds total</b>			<b>7,310</b>	<b>2.76</b>
Investment assets (including investment liabilities)			256,398	96.84
Net other assets			8,380	3.16
<b>Net assets</b>			<b>264,778</b>	<b>100.00</b>

All holdings are debt securities denominated in sterling and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 15 October 2020.

§ Security is currently in default.

† A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains	2		4,802		8,891
Revenue	3	8,074		11,226	
Expenses	4	(1,442)		(1,641)	
Net revenue before taxation		6,632		9,585	
Taxation	5	(15)		(46)	
Net revenue after taxation			6,617		9,539
<b>Total return before distributions</b>			<b>11,419</b>		<b>18,430</b>
Distributions	6		(6,617)		(9,539)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>4,802</b>		<b>8,891</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>297,835</b>		<b>373,349</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	17,487		18,109	
Amounts payable on cancellation of shares	(58,389)		(106,891)	
		(40,902)		(88,782)
Dilution adjustment		128		208
Change in net assets attributable to shareholders from investment activities (see above)		4,802		8,891
Retained distribution on accumulation shares		2,915		4,169
<b>Closing net assets attributable to shareholders</b>		<b>264,778</b>		<b>297,835</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	256,406	291,999
<b>Current assets:</b>			
Debtors	8	2,437	12,548
Cash and bank balances	9	9,575	7,857
<b>Total assets</b>		<b>268,418</b>	<b>312,404</b>
<b>Liabilities:</b>			
Investment liabilities	7	(8)	(1,359)
<b>Creditors:</b>			
Bank overdrafts		(343)	–
Distributions payable		(880)	(1,090)
Other creditors	10	(2,409)	(12,120)
<b>Total liabilities</b>		<b>(3,640)</b>	<b>(14,569)</b>
<b>Net assets attributable to shareholders</b>		<b>264,778</b>	<b>297,835</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains on investment during the year comprise:</b>		
Compensation items	230	–
Currency (losses)/gains	(46)	908
Derivative contracts gains/(losses)	3,959	(5,437)
Forward currency contracts gains/(losses)	9,099	(1,650)
Non-derivative securities (losses)/gains	(8,440)	15,070
<b>Net capital gains</b>	<b>4,802</b>	<b>8,891</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	1	20
Interest on debt securities	8,493	11,136
Income from derivatives	(423)	52
Revenue from offshore funds	2	10
Stock lending commission*	1	8
<b>Total revenue</b>	<b>8,074</b>	<b>11,226</b>

\* see Note 16.

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	1,423	1,604
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	19	37
<b>Total expenses</b>	<b>1,442</b>	<b>1,641</b>

The audit fee was £9,833 (2020: £9,455). The audit fee forms part of the FMF.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Adjustments	9	26
Overseas tax suffered	6	20
<b>Total current tax (see note 5b)</b>	<b>15</b>	<b>46</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>6,632</b>	<b>9,585</b>
Corporation tax at 20%	1,326	1,917
<b>Effects of:</b>		
Adjustments	9	26
Overseas tax suffered	6	20
Tax deductible on interest distributions	(1,326)	(1,917)
<b>Current tax charge (see note 5a)</b>	<b>15</b>	<b>46</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

**6 Distributions**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Gross interest distribution for the three months ended 15 January	1,758	2,605
Gross interest distribution for the three months ended 15 April	1,599	2,459
Gross interest distribution for the three months ended 15 July	1,571	2,155
Gross interest distribution for the three months ended 15 October	1,545	1,919
	6,473	9,138
Add: Revenue deducted on cancellation of shares	190	465
Deduct: Revenue received on issue of shares	(46)	(64)
<b>Total distributions</b>	<b>6,617</b>	<b>9,539</b>
<b>Reconciliations of distributions for the year to net revenue after taxation</b>		
Distributions for the year	6,617	9,539
<b>Net revenue after taxation</b>	<b>6,617</b>	<b>9,539</b>

Details of the distributions per share are set out in the distribution tables on pages 405 and 406.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	1,467	–	230	(556)
Level 2: Observable market data	254,939	(8)	291,769	(803)
<b>Total value</b>	<b>256,406</b>	<b>(8)</b>	<b>291,999</b>	<b>(1,359)</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	2,393	3,133
Amounts receivable on issue of shares	40	115
Sales awaiting settlement	4	9,300
<b>Total debtors</b>	<b>2,437</b>	<b>12,548</b>

## 9 Cash and bank balances

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing house and brokers	–	1,820
Cash and bank balances	9,575	6,037
<b>Total cash and bank balances</b>	<b>9,575</b>	<b>7,857</b>

## 10 Other creditors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	160	192
Amounts payable for cancellation of shares	224	10,085
Purchases awaiting settlement	2,025	1,843
<b>Total other creditors</b>	<b>2,409</b>	<b>12,120</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 11 Contingent liabilities and commitments

There were no contingent liabilities or commitments at the year end (2020: £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.

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 to the ACD at the year end in respect of Fund Management fee was £160,097 (2020: £192,431). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £2,965,657 (2020: £4,242,378). The amount outstanding at the year end was £677,081 (2020: £844,084). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £166,515,143 (2020: £211,821,241) and £160,205,986 (2020: £224,251,883) respectively. The income received during the year amounted to £2,755 (2020: £41,707).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Income shares)	2,056,105	(222,789)	2,278,895
ACD and related parties (Class 3 Accumulation shares)	43,355,524	(7,991,153)	51,346,676

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

### 13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 5 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.88%  
 Class 2: 0.63%  
 Class 3: 0.33%  
 Class 5: 0.58%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 391 and 392. The distributions per share are given in the distribution tables on pages 405 and 406. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	761,399	181,964	(149,151)	82,334	876,546
Class 2 Income shares	84,365,194	6,743,862	(24,974,527)	243,609	66,378,138
Class 5 Income shares	84,928,155	6,356,510	(7,357,675)	(326,694)	83,600,296
Class 3 Accumulation shares	51,346,676	1,418,072	(9,409,224)	–	43,355,524

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 15 Derivatives and other financial instruments

During the period the Fund ceased the use of Value at Risk methodology.

The policies applied in the management of financial instruments are set out on pages 7 and 8.

### 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 (2020: £nil).

### Currency risk

At the year end date, 0.00% (2020: 2.06%) of the net assets of the Fund were denominated in currencies other than sterling and as such the currency risk is not considered significant.

### Interest rate risk

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2021 was:

Currency 15.10.21	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	19,982	39,785	1,463	61,230
Sterling	39,946	81,775	145,740	267,461
US dollar	101	79,380	3,734	83,215
<b>Financial Liabilities</b>				
Euro	(465)	–	(60,805)	(61,270)
Sterling	963	–	(3,643)	(2,680)
US dollar	(841)	–	(82,337)	(83,178)
<b>Total</b>	<b>59,686</b>	<b>200,940</b>	<b>4,152</b>	<b>264,778</b>

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2020 was:

Currency 15.10.20	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Euro	5,682	63,398	81,965	151,045
Sterling	3,663	131,111	343,308	478,082
US dollar	(435)	89,766	105,231	194,562
<b>Financial Liabilities</b>				
Euro	–	–	(144,896)	(144,896)
Sterling	–	–	(186,383)	(186,383)
US dollar	–	–	(194,575)	(194,575)
<b>Total</b>	<b>8,910</b>	<b>284,275</b>	<b>4,650</b>	<b>297,835</b>

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate financial assets comprise investments in variable interest rate paying corporate debt and bank balances that bear interest on LIBOR or its equivalent.

### 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 £13,325,027 (2020: £15,239,174). If interest rates had decreased by 1% as at the balance sheet date, the net asset value of the Fund would have increased by £13,325,027 (2020: £15,239,174). 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, 96.84% (2020: 97.58%) 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 9.68% (2020: 9.76%).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**15 Derivatives and other financial instruments (continued)****Value at risk**

The Fund entered into derivative transactions in the form of forward currency contracts, futures and credit default 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 15 October 2020 was as follows:

	15.10.20 %
As at 15 October, the company's value at risk is	
During the financial year, the highest utilisation of value at risk was	9.15
During the financial year, the average utilisation of value at risk was	4.25
During the financial year, the lowest utilisation of value at risk was	1.09

**Leverage**

Average leverage is calculated as the sum of the gross 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.

At the year end 15 October 2020 the average leverage was 189%.

**16 Stock lending**

The Fund entered into stock lending arrangements with a counterparty. At the balance sheet date there were no securities on loan (2020: £nil) and consequently no collateral was held (2020: £nil).

**17 Counterparty exposure****Financial derivative exposure**

The types of derivatives held at the year end date were forward currency contracts and futures contracts. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.21</b>			
Goldman Sachs	1,015	–	1,015
J.P. Morgan	(3)	1,467	1,464
Royal Bank of Scotland	419	–	419
UBS	(5)	–	(5)
<b>Total</b>	<b>1,426</b>	<b>1,467</b>	<b>2,893</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 Counterparty exposure (continued)**  
**Financial derivative exposure (continued)**

	Forward currency contracts £000	Futures contracts £000	Total £000
<b>15.10.20</b>			
Barclays	(28)	–	(28)
BNP Paribas	16	–	16
Citibank	(3)	–	(3)
Goldman Sachs	6	–	6
J.P. Morgan	9	230	239
Merrill Lynch	3,600	–	3,600
Royal Bank of Canada	5	–	5
Royal Bank of Scotland	24	–	24
Société Générale	(2)	–	(2)
Standard Chartered	5	–	5
UBS	8	–	8
<b>Total</b>	<b>3,640</b>	<b>230</b>	<b>3,870</b>

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

**Collateral**

At the year end date no collateral was held or pledged by the Fund or on behalf of the counterparties in respect of the above (2020: £nil).

**18 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	166,247	183,059	62.78	61.46
Below investment grade securities	79,770	99,052	30.14	33.27
Unrated securities	178	4,057	0.07	1.35
<b>Total debt securities</b>	<b>246,195</b>	<b>286,168</b>	<b>92.99</b>	<b>96.08</b>

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

**19 Direct transaction costs**

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 15 October 2021 (2020: £nil). The total purchases for the year amounted to £152,111,019 (2020: £401,358,033) and the total sales amounted to £183,063,361 (2020: £490,130,228).

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.59% (2020: 0.85%). 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 three months ended 15 October 2021

Income shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Income shares	Group 1	0.3554	–	0.3554	0.3944
	Group 2	0.1755	0.1799	0.3554	0.3944
Class 2 Income shares	Group 1	0.6072	–	0.6072	0.6645
	Group 2	0.2482	0.3590	0.6072	0.6645
Class 5 Income shares	Group 1	0.5672	–	0.5672	0.6193
	Group 2	0.2679	0.2993	0.5672	0.6193

Accumulation shares		Gross revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 3 Accumulation shares	Group 1	1.5329	–	1.5329	1.6144
	Group 2	0.7429	0.7900	1.5329	1.6144

## Final distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## Interim distribution paid in pence per share for the three months ended 15 July 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Income shares	Group 1	0.3252	–	0.3252	0.4188
	Group 2	0.1733	0.1519	0.3252	0.4188
Class 2 Income shares	Group 1	0.5603	–	0.5603	0.6986
	Group 2	0.3234	0.2369	0.5603	0.6986
Class 5 Income shares	Group 1	0.5243	–	0.5243	0.6499
	Group 2	0.2964	0.2279	0.5243	0.6499

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 September 2021	Interim distribution paid 15 September 2020
Class 3 Accumulation shares	Group 1	1.4178	–	1.4178	1.6699
	Group 2	0.6138	0.8040	1.4178	1.6699

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the three months ended 15 April 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	0.3364	–	0.3364	0.4782
	Group 2	0.0932	0.2432	0.3364	0.4782
Class 2 Income shares	Group 1	0.5768		0.5768	0.7879
	Group 2	0.3092	0.2676	0.5768	0.7879
Class 5 Income shares	Group 1	0.5391	–	0.5391	0.7314
	Group 2	0.2311	0.3080	0.5391	0.7314

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 3 Accumulation shares	Group 1	1.4426	–	1.4426	1.8452
	Group 2	0.8218	0.6208	1.4426	1.8452

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.

## Interim distribution paid in pence per share for the three months ended 15 January 2021

Income shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Income shares	Group 1	0.3661	–	0.3661	0.4713
	Group 2	0.1286	0.2375	0.3661	0.4713
Class 2 Income shares	Group 1	0.6223	–	0.6223	0.7786
	Group 2	0.2893	0.3330	0.6223	0.7786
Class 5 Income shares	Group 1	0.5809	–	0.5809	0.7232
	Group 2	0.2376	0.3433	0.5809	0.7232

Accumulation shares		Gross revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 3 Accumulation shares	Group 1	1.5357	–	1.5357	1.8143
	Group 2	0.7085	0.8272	1.5357	1.8143

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.



## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund engages in Securities Financing Transactions (SFT) (as defined in Article 3 of Regulation (EU) 2015/2365, securities financing transactions include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to SFT for the accounting year ended 15 October 2021 are detailed below.

### GLOBAL DATA

#### Amount of securities on loan

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 0%. Total lendable assets represents the aggregate value of assets types forming part of the Fund's securities lending programme.

#### Return and cost

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.

## AVIVA INVESTORS SUSTAINABLE INCOME & GROWTH FUND

The Fund launched on 10 July 2019.

### INVESTMENT OBJECTIVE

The Fund aims to provide a yearly income yield of 5% with the potential for capital growth over the long-term (5 years or more). It will invest in a broad range of global asset classes focussed on long-term sustainability. The income aim is measured before the deduction of Fund taxes.

### INVESTMENT POLICY

#### Core investment

The Fund will invest in shares of both developed and emerging market companies, listed infrastructure companies, listed real estate companies, and developed and emerging market bonds issued by companies, governments, or large institutional organisations. The Fund will hold less than 60% of its assets in interest bearing securities such as bonds.

#### Other investments

The Fund may also invest in cash, deposits and other funds, (including funds managed by Aviva Investors companies). Derivatives, such as futures, may be used from time to time, to gain market exposure which may be difficult or costly to achieve directly, or to manage the Fund's cash flows in a cost-effective manner. Derivatives may also be used to reduce risk, such as foreign currency risk within the Fund, which may be hedged using Forward Foreign Exchange contracts. This type of derivative usage is called "efficient portfolio management".

#### Strategy

The Fund is actively managed to blend traditional income producing assets, such as corporate and government bonds, with companies that have prospects for dividend growth, such as shares and listed real asset companies including Real Estate Investment Trusts (REITs). The Fund will seek to diversify risk and is not constrained by geography, asset class or sector.

#### Environmental, Social & Governance (ESG)

The Investment Manager selects investments for the Fund based on its opinion of their income and sustainability characteristics in line with the Fund's objectives. At least 90% of the Fund's investments (other than bonds issued by governments) will be assessed according to our proprietary ESG model, which will assist the Investment Manager in making investment decisions alongside the Investment Manager's assessment of ESG factors. The Fund will need to meet an overall threshold by reference to the ESG model. Integration of these ESG factors in the investment process aims to identify market leading and mature companies which are considered to offer superior earnings growth and sustainable dividends, whilst also demonstrating a sustainable business approach. Investment decisions are supported by active engagement with these companies and use of voting rights, with the intention of positively influencing company behaviour to contribute to competitive returns. The constituents of the Composite Index will be subject to assessment using MSCI® ESG Ratings, and companies in the bottom 20% of the Composite Index by MSCI® ESG Rating will be excluded from eligibility for investment by the Fund. There are further specific eligibility exclusions related to coal, tobacco and controversial weapons. Further information regarding the Fund's ESG eligibility exclusions, how we integrate ESG into our investment approach, our proprietary ESG model, and how we engage with companies is available on our website and in the Prospectus.

### Performance and Risk Measurement

The Fund's performance will be judged on whether it has met its income and capital growth aims. To provide market context when evaluating the returns of the Fund, performance is also compared against a composite index comprised of 60% MSCI® All Country World Index (Net) GBP and 40% Bloomberg Barclays® Global-Aggregate Total Return Index Unhedged GBP ("the Composite Index").

The Fund does not base its investment process on the Composite Index, so will not hold every asset in the Composite Index (in particular it cannot hold companies ranked in the bottom 20% of the Composite Index by MSCI® ESG Rating as set out above) and may also hold companies that do not form part of it. The Fund's returns could therefore be very different from those of the Composite Index.

The Fund uses a "tracking error" to measure the consistency between the Fund's returns and the returns of the Composite Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Composite Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Composite Index. The Fund could operate outside of this range, and the Investment Manager has discretion on how best to position the Fund in seeking to achieve its outcomes.

The MSCI® All Country World 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 Bloomberg Barclays Global Aggregate Bond Index is a measure of global investment grade debt from twenty-four local currency markets.

The Composite Index has been selected as a benchmark for performance and risk measurement because it is representative of the type of companies in which the Fund is likely to invest, and it is therefore an appropriate comparator for the Fund's performance.

\* 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. The Prospectus is 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.

\*\* Bloomberg Index Services Limited. BLOOMBERG® is a trademark and service mark of Bloomberg Finance L.P. and its affiliates (collectively "Bloomberg"). BARCLAYS® is a trademark and service mark of Barclays Bank Plc (Collectively with its affiliates, "Barclays"), used under license. Bloomberg or Bloomberg's licensors, including Barclays, own all proprietary rights in the Bloomberg Barclays Indices. Neither Bloomberg nor Barclays approves or endorses this material, or guarantees the accuracy or completeness of any information herein, or makes any warranty, express or implied, as to the results to be obtained therefrom and, to the maximum extent allowed by law, neither shall have any liability or responsibility for injury or damages arising in connection therewith.

## AVIVA INVESTORS SUSTAINABLE INCOME & GROWTH FUND (CONTINUED)

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Sustainable Income & Growth Fund delivered a total return of 6.86% (share class 1), net of fees. The Fund's benchmark, 60% MSCI® All Countries World Index, returned 7.67% over the same period.

The tracking error at the year end was 3.91%.

*The anticipated level of tracking error is shown in the Performance & Risk Measurement section of the above Investment Policy.*

#### Review

The Fund's equity positions added value over the twelve months under review as the global economy rebounded from the shock to growth caused by the Covid-19 pandemic. Rising inflation, the persistent spread of the Covid delta variant and concerns about supply-chain blockages nevertheless sapped momentum in the latter stages of the period.

The Fund's main overweight equity positions in aggregate were industrials, communications services and financials. The leading underweights were information technology, financials and consumer discretionary. The underweight exposure to information technology weighed on relative returns, although this was offset to a degree by the overweighting of Google owner Alphabet. Being underweight energy companies as the sector rallied on rising oil and gas prices also detracted from performance.

US stocks were the leading contributors on an individual basis, reflecting the strong performance of the market in an environment of brisk, stimulus-fuelled economic growth. Holdings adding the most value were chemicals and materials company Avantor, consumer credit reporting agency Equifax and consumer goods wholesaler Costco. The bank First Republic also performed well as it reported results that demonstrated an accelerated pace of market-share gains as competitors retrenched.

The Fund's holdings in emerging market bonds added to performance, although market momentum was weak for much of 2021 as monetary tightening appeared to be getting closer in the US amid rising inflation.

It was a mixed year for the Fund's exposure to real assets. Social distancing and travel restrictions proved to be highly challenging for real estate investments, with worsening outlooks for occupancy and rents weighing on property values. Industrial properties perform well, however, helping to offset other weaker sections of the real estate market during the pandemic.

#### Outlook

Our investment approach is to look for companies where the probability of significantly higher demand in the future is above average, coupled with structural undersupply. On the supply side of the equation, these tend to be market-leading companies with oligopolistic qualities. With these types of businesses, pricing power is a function of a superior value proposition and embedded by the widespread dependence by the network on the product, not because seasonal demand has stretched supply.

Demand for the products of companies we look for tends to be recurring, and these products often aim to make the way companies operate more efficient – in both good times and the bad. We believe that this approach is favourable over the longer term because it means that we can answer questions with a higher degree of certainty, relying disproportionately on our common sense.

Looking ahead over the next five to ten years, we think more companies will probably want to access cheaper costs of capital by obtaining a credit rating from Moody's rating system. We also think most payments in emerging markets will migrate from physical cash to relatively safer, cheaper digital systems. Finally, we believe that the market probably under-appreciates the enduring qualities of the cash flows of the companies we invest in. The companies we focus on tend to avoid the 'supply-chain-Ferris-wheel' by transcending it.

#### November 2021

Sources: Fund and peer group performance figures – Lipper, a Thomson Reuters Company, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 411 and 412 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 an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.15 to 31.12.16	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A	N/A
31.12.19 to 31.12.20	-1.30	-1.20	-1.20

#### Performance History – Income Shares

Calendar year	Share Class 4 %	Benchmark* %
31.12.15 to 31.12.16	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A
31.12.19 to 31.12.20	-1.20	10.90

\* Benchmark – MSCI® All Countries World Index.

## AVIVA INVESTORS SUSTAINABLE INCOME & GROWTH FUND (CONTINUED)

### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %
31.12.15 to 31.12.16	N/A	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A	N/A
31.12.19 to 31.12.20	-1.30	-1.20	-1.20

### Performance History – Accumulation Shares

Calendar year	Share Class 4 %	Benchmark* %
31.12.15 to 31.12.16	N/A	N/A
31.12.16 to 31.12.17	N/A	N/A
31.12.17 to 31.12.18	N/A	N/A
31.12.18 to 31.12.19	N/A	N/A
31.12.19 to 31.12.20	-1.20	10.90

\* Benchmark – MSCI® All Countries World Index.

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.

Please note that the performance figures for periods beginning 31.12.18 – 31.12.20 reflect the discounted FMF for the Discount Period.

### Synthetic Risk and Reward Indicator



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

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- 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'.
- The value of investments will be affected by changes in exchange rates.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

### Material Portfolio Changes

Purchases	Sales
Vodafone Group	ICADE REIT
ICADE REIT	Vodafone Group
Link REIT	AXA
APA Group	Klabn Austria 7.00% 03/04/2049
Al Candelaria Spain SLU 5.75% 15/06/2033	Rede D'or Finance 4.50% 22/01/2030
AXA	Egypt Government International Bond 5.75% 29/05/2024
Aydem Yenilenebilir Enerji 7.75% 02/02/2027	FirstRand Bank, FRN 6.25% 23/04/2028
Absa Group, FRN 6.37% Perpetual	MHP Lux 6.25% 19/09/2029
Egypt Government International Bond 5.75% 29/05/2024	Phoenix Group Holdings
Cemex 5.20% 17/09/2030	Vinci

## COMPARATIVE TABLES

Class 1 Income shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	93.25	99.28	100.00
Return before operating charges <sup>†</sup>	6.53	(1.40)	0.19
Operating charges	(0.59)	(0.58)	(0.19)
Return after operating charges <sup>†</sup>	5.94	(1.98)	–
Distributions	(3.61)	(4.05)	(0.72)
Closing net asset value per share	95.58	93.25	99.28
<sup>†</sup> after direct transaction costs of	(0.14)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	6.37%	(1.99)%	0.00%
<b>Other information</b>			
Closing net asset value (£000)	47	7	1
Closing number of shares	49,744	7,681	1,000
Operating charges (%) <sup>†</sup>	0.63%	0.63%	0.63%
Direct transaction costs (%) <sup>#</sup>	0.15%	0.16%	0.12%
<b>Prices<sup>®</sup></b>			
Highest share price	99.16	102.88	101.62
Lowest share price	89.44	77.00	98.58

Class 2 Income shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	93.44	99.35	100.00
Return before operating charges <sup>†</sup>	6.52	(1.34)	0.29
Operating charges	(0.45)	(0.44)	(0.10)
Return after operating charges <sup>†</sup>	6.07	(1.78)	0.19
Distributions	(3.62)	(4.13)	(0.84)
Closing net asset value per share	95.89	93.44	99.35
<sup>†</sup> after direct transaction costs of	(0.14)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	6.50%	(1.79)%	0.19%
<b>Other information</b>			
Closing net asset value (£000)	57	14	1
Closing number of shares	59,468	14,669	1,000
Operating charges (%) <sup>†</sup>	0.48%	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.15%	0.16%	0.12%
<b>Prices<sup>®</sup></b>			
Highest share price	99.48	103.09	101.70
Lowest share price	89.67	77.15	98.65

Class 3 Income shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	93.46	99.35	100.00
Return before operating charges <sup>†</sup>	6.50	(1.38)	0.29
Operating charges	(0.37)	(0.37)	(0.10)
Return after operating charges <sup>†</sup>	6.13	(1.75)	0.19
Distributions	(3.63)	(4.14)	(0.84)
Closing net asset value per share	95.96	93.46	99.35
<sup>†</sup> after direct transaction costs of	(0.14)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	6.56%	(1.76)%	0.19%
<b>Other information</b>			
Closing net asset value (£000)	1	1	1
Closing number of shares	1,000	1,000	1,000
Operating charges (%) <sup>†</sup>	0.40%	0.40%	0.40%
Direct transaction costs (%) <sup>#</sup>	0.15%	0.16%	0.12%
<b>Prices<sup>®</sup></b>			
Highest share price	99.56	103.09	101.70
Lowest share price	89.71	77.15	98.65

Class 4 Income shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	93.46	99.35	100.00
Return before operating charges <sup>†</sup>	6.50	(1.30)	0.28
Operating charges	(0.37)	(0.45)	(0.10)
Return after operating charges <sup>†</sup>	6.13	(1.75)	0.18
Distributions	(3.63)	(4.14)	(0.83)
Closing net asset value per share	95.96	93.46	99.35
<sup>†</sup> after direct transaction costs of	(0.14)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	6.56%	(1.76)%	0.18%
<b>Other information</b>			
Closing net asset value (£000)	1	1	1
Closing number of shares	1,000	1,000	1,000
Operating charges (%) <sup>†</sup>	0.48%	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.15%	0.16%	0.12%
<b>Prices<sup>®</sup></b>			
Highest share price	99.56	103.09	101.70
Lowest share price	89.71	77.15	98.65

## COMPARATIVE TABLES (CONTINUED)

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	98.28	100.10	100.00
Return before operating charges <sup>†</sup>	6.98	(1.22)	0.29
Operating charges	(0.64)	(0.60)	(0.19)
Return after operating charges <sup>†</sup>	6.34	(1.82)	0.10
Distributions	(3.87)	(4.24)	(0.84)
Retained distributions on accumulation shares	3.87	4.24	0.84
Closing net asset value per share	104.62	98.28	100.10
<sup>†</sup> after direct transaction costs of	(0.15)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	6.45%	(1.82)%	0.10%
<b>Other information</b>			
Closing net asset value (£000)	29	10	1
Closing number of shares	27,405	9,896	1,000
Operating charges (%) <sup>†</sup>	0.63%	0.63%	0.63%
Direct transaction costs (%) <sup>#</sup>	0.15%	0.16%	0.12%
<b>Prices<sup>™</sup></b>			
Highest share price	107.93	104.77	102.07
Lowest share price	95.21	78.64	98.62

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	98.45	100.13	100.00
Return before operating charges <sup>†</sup>	6.95	(1.22)	0.25
Operating charges	(0.48)	(0.46)	(0.12)
Return after operating charges <sup>†</sup>	6.47	(1.68)	0.13
Distributions	(3.88)	(4.23)	(0.82)
Retained distributions on accumulation shares	3.88	4.23	0.82
Closing net asset value per share	104.92	98.45	100.13
<sup>†</sup> after direct transaction costs of	(0.15)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	6.57%	(1.68)%	0.13%
<b>Other information</b>			
Closing net asset value (£000)	377	206	34
Closing number of shares	359,374	209,535	33,752
Operating charges (%) <sup>†</sup>	0.48%	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.15%	0.16%	0.12%
<b>Prices<sup>™</sup></b>			
Highest share price	108.23	104.87	102.11
Lowest share price	95.41	78.73	98.63

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 <sup>s</sup> p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	98.53	100.16	100.00
Return before operating charges <sup>†</sup>	6.95	(1.25)	0.27
Operating charges	(0.41)	(0.38)	(0.11)
Return after operating charges <sup>†</sup>	6.54	(1.63)	0.16
Distributions	(3.88)	(4.23)	(0.82)
Retained distributions on accumulation shares	3.88	4.23	0.82
Closing net asset value per share	105.07	98.53	100.16
<sup>†</sup> after direct transaction costs of	(0.15)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	6.64%	(1.63)%	0.16%
<b>Other information</b>			
Closing net asset value (£000)	5,743	5,251	5,009
Closing number of shares	5,465,750	5,329,592	5,001,000
Operating charges (%) <sup>†</sup>	0.40%	0.40%	0.40%
Direct transaction costs (%) <sup>#</sup>	0.15%	0.16%	0.12%
<b>Prices<sup>™</sup></b>			
Highest share price	108.37	104.92	102.13
Lowest share price	95.51	78.77	98.64

## COMPARATIVE TABLES (CONTINUED)

	2021 p per share	2020 p per share	2019 <sup>§</sup> p per share
<b>Class 4 Accumulation shares</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	98.57	100.18	100.00
Return before operating charges <sup>‡</sup>	6.95	(1.15)	0.28
Operating charges	(0.37)	(0.46)	(0.10)
Return after operating charges <sup>‡</sup>	6.58	(1.61)	0.18
Distributions	(3.90)	(4.26)	(0.84)
Retained distributions on accumulation shares	3.90	4.26	0.84
Closing net asset value per share	105.15	98.57	100.18
<sup>‡</sup> after direct transaction costs of	(0.15)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	6.68%	(1.61)%	0.18%
<b>Other information</b>			
Closing net asset value (£000)	1	1	1
Closing number of shares	1,000	1,000	1,000
Operating charges (%) <sup>‡</sup>	0.48%	0.48%	0.48%
Direct transaction costs (%) <sup>#</sup>	0.15%	0.16%	0.12%
<b>Prices<sup>≈</sup></b>			
Highest share price	108.45	104.96	102.14
Lowest share price	95.57	78.80	98.65

§ The Fund launched on 10 July 2019.

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

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

(b) The Ongoing Charge 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 and are based on published prices. 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	15.10.21	15.10.20
Class 1	0.63%	0.63%
Class 2	0.48%	0.48%
Class 3	0.40%	0.40%
Class 4	0.48%	0.48%

\* 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.

The ACD will apply a discount to the Fund Management Fee for 18 months from the date of the Fund's launch (the "Discount Period"). When the Discount Period ends, the Fund Management Fee will revert to the full published rate without further notice to shareholders. The Discount Period for the Fund will apply from 10 July 2019 until 9 January 2022. Please see the Prospectus for full details.

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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 60.12% (53.59%)</b>				
<b>Australia 2.40% (0.00%)</b>				
APA Group	AUD	33,000	150	2.40
			150	2.40
<b>Cayman Islands 0.00% (2.08%)</b>				
<b>China 0.91% (0.73%)</b>				
Ping An Insurance Group Co. of China 'H'	HKD	10,610	57	0.91
			57	0.91
<b>France 0.29% (0.47%)</b>				
AXA	EUR	878	18	0.29
			18	0.29
<b>Germany 5.69% (3.86%)</b>				
adidas	EUR	272	62	0.99
Allianz	EUR	66	11	0.18
LEG Immobilien	EUR	1,483	161	2.57
Vonovia	EUR	2,727	122	1.95
			356	5.69
<b>Hong Kong 2.33% (1.17%)</b>				
Link REIT	HKD	22,825	146	2.33
			146	2.33
<b>India 1.01% (0.00%)</b>				
HDFC Bank, ADR	USD	1,151	63	1.01
			63	1.01
<b>Indonesia 0.91% (0.00%)</b>				
Bank Rakyat Indonesia Persero	IDR	253,300	57	0.91
			57	0.91
<b>Ireland 0.34% (0.80%)</b>				
Accenture 'A'	USD	83	21	0.34
			21	0.34
<b>Japan 1.37% (2.17%)</b>				
Nippon Telegraph & Telephone	JPY	4,300	86	1.37
			86	1.37
<b>Jersey 0.97% (1.26%)</b>				
Amcor	USD	7,077	61	0.97
			61	0.97
<b>Netherlands 1.41% (1.80%)</b>				
Wolters Kluwer	EUR	1,144	88	1.41
			88	1.41
<b>South Korea 0.50% (0.00%)</b>				
SK Hynix	KRW	512	31	0.50
			31	0.50
<b>Taiwan 1.02% (1.31%)</b>				
Taiwan Semiconductor Manufacturing, ADR	USD	786	64	1.02
			64	1.02
<b>United Kingdom 6.49% (4.20%)</b>				
Greencoat UK Wind	GBP	99,069	136	2.17
RELX	GBP	4,906	107	1.71
St James's Place	GBP	1,036	16	0.26
Unilever	GBP	2,444	93	1.49
Vodafone Group	GBP	48,871	54	0.86
			406	6.49



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 34.48% (33.74%)</b>				
Alexandria Real Estate Equities, REIT	USD	268	39	0.62
American Tower, REIT	USD	1,120	218	3.48
Booz Allen Hamilton Holding	USD	1,827	107	1.71
CoreSite Realty, REIT	USD	1,919	197	3.15
Crown Castle International, REIT	USD	1,023	128	2.05
CyrusOne, REIT	USD	1,907	106	1.69
Home Depot	USD	602	151	2.41
Jack Henry & Associates	USD	1,009	123	1.97
Lowe's	USD	222	35	0.56
Merck	USD	1,903	108	1.73
Mondelez International 'A'	USD	2,172	96	1.53
Moody's	USD	243	65	1.04
Morgan Stanley	USD	287	21	0.34
Motorola Solutions	USD	172	31	0.50
NextEra Energy Partners	USD	1,310	75	1.20
NIKE 'B'	USD	725	83	1.33
PepsiCo	USD	833	97	1.55
Prologis, REIT	USD	548	54	0.86
Skyworks Solutions	USD	489	57	0.91
Starwood Property Trust, REIT	USD	3,114	58	0.93
Texas Instruments	USD	1,106	155	2.48
Union Pacific	USD	104	17	0.27
Visa 'A'	USD	829	136	2.17
			2,157	34.48
<b>Equities total</b>			<b>3,761</b>	<b>60.12</b>
<b>Government Bonds 9.96% (9.23%)</b>				
<b>Chile 2.09% (0.00%)</b>				
Chile Government Bond 3.10% 22/01/2061	USD	200,000	131	2.09
			131	2.09
<b>Dominican Republic 1.81% (2.13%)</b>				
Dominican Republic Government Bond 4.88% 23/09/2032	USD	150,000	113	1.81
			113	1.81
<b>Ghana 2.09% (2.55%)</b>				
Ghana Government Bond 6.38% 11/02/2027	USD	200,000	131	2.09
			131	2.09
<b>Ivory Coast 1.41% (1.58%)</b>				
Ivory Coast Government Bond 5.88% 17/10/2031	EUR	100,000	88	1.41
			88	1.41
<b>Ukraine 2.56% (2.97%)</b>				
Ukraine Government Bond 8.99% 01/02/2024	USD	200,000	160	2.56
			160	2.56
<b>Government Bonds total</b>			<b>623</b>	<b>9.96</b>
<b>Corporate Bonds 26.76% (31.46%)</b>				
<b>Austria 0.00% (3.28%)</b>				
<b>Cayman Islands 2.24% (3.04%)</b>				
Termocandelaria Power 7.88% 30/01/2029	USD	185,000	140	2.24
			140	2.24
<b>Luxembourg 0.00% (5.47%)</b>				
<b>Mauritius 2.43% (2.97%)</b>				
HTA Group 7.00% 18/12/2025	USD	200,000	152	2.43
			152	2.43

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Mexico 2.51% (0.00%)</b>				
Cemex 5.20% 17/09/2030	USD	200,000	157	2.51
			157	2.51
<b>Netherlands 2.46% (2.90%)</b>				
Vivo Energy Investments 5.13% 24/09/2027	USD	200,000	154	2.46
			154	2.46
<b>South Africa 5.07% (2.88%)</b>				
Absa Group, FRN 6.37% Perpetual	USD	217,000	163	2.61
Standard Bank Group, FRN 5.95% 31/05/2029	USD	200,000	154	2.46
			317	5.07
<b>Spain 2.88% (0.00%)</b>				
Al Candelaria Spain SLU 5.75% 15/06/2033	USD	250,000	180	2.88
			180	2.88
<b>Turkey 2.57% (0.00%)</b>				
Aydem Yenilenebilir Enerji 7.75% 02/02/2027	USD	228,000	161	2.57
			161	2.57
<b>United Kingdom 2.43% (2.80%)</b>				
Ukraine Railways 8.25% 09/07/2024	USD	200,000	152	2.43
			152	2.43
<b>United States of America 4.17% (8.12%)</b>				
Archrock Partners 6.88% 01/04/2027	USD	76,000	57	0.91
Iron Mountain, REIT 4.88% 15/09/2027	USD	86,000	65	1.04
Kosmos Energy 7.50% 01/03/2028	USD	200,000	139	2.22
			261	4.17
<b>Corporate Bonds total</b>			<b>1,674</b>	<b>26.76</b>
Investment assets			6,058	96.84
Net other assets			198	3.16
<b>Net assets</b>			<b>6,256</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		171		(268)
Revenue	3	260		265	
Expenses	4	(25)		(21)	
Net revenue before taxation		235		244	
Taxation	5	(33)		(35)	
Net revenue after taxation			202		209
<b>Total return before distributions</b>			<b>373</b>		<b>(59)</b>
Distributions	6		(221)		(225)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>152</b>		<b>(284)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>5,491</b>		<b>5,049</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	498		585	
Amounts payable on cancellation of shares	(107)		(88)	
		391		497
Dilution adjustment		1		2
Change in net assets attributable to shareholders from investment activities (see above)		152		(284)
Retained distribution on accumulation shares		221		227
<b>Closing net assets attributable to shareholders</b>		<b>6,256</b>		<b>5,491</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	–	5,177
<b>Current assets:</b>			
Investments	7	6,058	–
Debtors	8	48	212
Cash and bank balances	9	173	453
<b>Total assets</b>		<b>6,279</b>	<b>5,842</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Other creditors	10	(23)	(351)
<b>Total liabilities</b>		<b>(23)</b>	<b>(351)</b>
<b>Net assets attributable to shareholders</b>		<b>6,256</b>	<b>5,491</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Currency (losses)/gains	(12)	9
Non-derivative securities gains/(losses)	183	(277)
<b>Net capital gains/(losses)</b>	<b>171</b>	<b>(268)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Interest on debt securities	124	129
Overseas dividends	111	120
Property income distributions	1	3
UK dividends	24	13
<b>Total revenue</b>	<b>260</b>	<b>265</b>

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	24	21
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	1	–
<b>Total expenses</b>	<b>25</b>	<b>21</b>

The audit fee was £9,928 (2020: £9,546) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 5 Taxation

## a Analysis of tax charge

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Corporation tax	23	24
Overseas tax suffered	10	11
<b>Total current tax (see note 5b)</b>	<b>33</b>	<b>35</b>

## b Factors affecting current tax charge

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>235</b>	<b>244</b>
Corporation tax at 20%	47	49
<b>Effects of:</b>		
Double tax relief	(4)	(4)
Overseas dividends not subject to corporation tax	(16)	(17)
Overseas tax suffered	10	11
Revenue taxable in different periods	1	(1)
UK dividends not subject to corporation tax	(5)	(3)
<b>Current tax charge (see note 5a)</b>	<b>33</b>	<b>35</b>

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

## c Deferred tax

Fund has immaterial deferred tax at the year end.

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:</b>		
Net dividend distribution for the six months ended 15 April	88	80
Net dividend distribution for the five months ended 15 September	102	118
Net dividend distribution for the month ended 15 October	34	29
	224	227
Deduct: Revenue received on issue of shares	(3)	(2)
<b>Total distributions</b>	<b>221</b>	<b>225</b>
<b>Reconciliation of distributions for the year to net revenue after taxation</b>		
Distributions for the year	221	225
Fund Management Fee	(24)	(20)
Tax relief on capitalised ACD's periodic charge	5	4
<b>Net revenue after taxation</b>	<b>202</b>	<b>209</b>

Details of the distributions per share are set out in the distribution tables on pages 426 and 437.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**7 Fair value hierarchy**

	As at 15.10.21 Assets at £000	As at 15.10.20 Assets at £000
<b>Valuation technique</b>		
Level 1: Quoted prices	3,761	2,943
Level 2: Observable market data	2,297	2,234
<b>Total value</b>	<b>6,058</b>	<b>5,177</b>

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 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.

**8 Debtors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	38	37
Amounts receivable on issue of shares	–	3
Income tax recoverable	–	1
Overseas tax recoverable	2	1
Prepaid expenses	8	7
Sales awaiting settlement	–	163
<b>Total debtors</b>	<b>48</b>	<b>212</b>

**9 Cash and bank balances**

	As at 15.10.21 £000	As at 15.10.20 £000
Cash and bank balances	173	453
<b>Total cash and bank balances</b>	<b>173</b>	<b>453</b>

**10 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts payable for cancellation of shares	–	3
Corporation tax payable	23	24
Purchases awaiting settlement	–	324
<b>Total other creditors</b>	<b>23</b>	<b>351</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 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.

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 £8,135 (2020: £7,413). 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 10.

Distributions payable to the ACD and related parties of the ACD during the year amounted to £213,114 (2020: £220,052). The amount outstanding at the year end was £32,686 (2020: £27,527). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Income shares)	15,861	2,193	13,668
ACD and related parties (Class 3 Income shares)	1,000	–	1,000
ACD and related parties (Class 2 Accumulation shares)	131,472	101,621	29,851
ACD and related parties (Class 3 Accumulation shares)	5,465,750	136,158	5,329,592

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

### 13 Shareholder funds

The Fund currently has four share classes: Class 1 (Retail), Class 2 and Class 4 (Institutional) and Class 3 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1: 0.63%  
 Class 2: 0.48%  
 Class 3: 0.40%  
 Class 4: 0.48%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 411 and 412. The distributions per share are given in the distribution tables on pages 426 and 437. All the share classes have the same rights on winding up.

### 14 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Income shares	7,681	42,063	–	–	49,744
Class 2 Income shares	14,669	57,706	(12,907)	–	59,468
Class 3 Income shares	1,000	–	–	–	1,000
Class 4 Income shares	1,000	–	–	–	1,000
Class 1 Accumulation shares	9,896	17,509	–	–	27,405
Class 2 Accumulation shares	209,535	204,230	(54,391)	–	359,374
Class 3 Accumulation shares	5,329,592	176,280	(40,122)	–	5,465,750
Class 4 Accumulation shares	1,000	–	–	–	1,000



## 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 7 and 8.

**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 (2020: £nil).

**Currency risk**

At the year end date, 91.43% (2020: 95.55%) of the net assets of the Fund were denominated in currencies other than sterling with the effect that the balance sheet and total return can be significantly affected by currency movements. If currency rates were to change by 10.00%, the value of the Fund would change by 9.14% (2020: 9.56%).

Currency	Net foreign currency assets					
	Monetary exposure £000		Non-monetary exposure £000		Total £000	
	15.10.21	15.10.20	15.10.21	15.10.20	15.10.21	15.10.20
Australian dollar	5	2	150	–	155	2
Euro	7	159	550	424	557	583
Hong Kong dollar	1	4	203	218	204	222
Indonesian rupiah	–	–	57	–	57	–
Japanese yen	3	2	86	119	89	121
Korean won	–	–	31	–	31	–
US dollar	52	109	4,575	4,185	4,627	4,294

**Interest rate risk**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2021 was:

Currency 15.10.21	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Australian dollar	5	–	150	155
Euro	1	88	468	557
Hong Kong dollar	–	–	204	204
Indonesian rupiah	–	–	57	57
Japanese yen	1	–	88	89
Korean won	–	–	31	31
Sterling	144	–	415	559
US dollar	22	2,209	2,396	4,627
<b>Financial Liabilities</b>				
Sterling	–	–	(23)	(23)
<b>Total</b>	<b>173</b>	<b>2,297</b>	<b>3,786</b>	<b>6,256</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**15 Derivatives and other financial instruments (continued)**

The interest rate profile of the Fund's financial assets and liabilities at 15 October 2020 was:

Currency 15.10.20	Floating Rate £000	Fixed Rate £000	Non-interest bearing £000	Total £000
<b>Financial Assets</b>				
Australian dollar	2	–	–	2
Euro	142	87	354	583
Hong Kong dollar	3	–	218	221
Japanese yen	–	–	121	121
Sterling	54	–	235	289
US dollar	252	2,148	2,219	4,619
<b>Financial Liabilities</b>				
Sterling	–	–	(20)	(20)
US dollar	–	–	(324)	(324)
<b>Total</b>	<b>453</b>	<b>2,235</b>	<b>2,803</b>	<b>5,491</b>

The floating rate on bank balances is linked to the Depositary's base rate.

The floating rate on deposits is linked to LIBOR or its overseas equivalent.

**Market price risk**

At the year end date, 96.84% (2020: 94.25%) 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 9.68% (2020: 9.43%).

**16 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	623	–	9.96	–
Below investment grade securities	1,674	2,234	26.76	40.69
<b>Total debt securities</b>	<b>2,297</b>	<b>2,234</b>	<b>36.72</b>	<b>40.69</b>

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

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**17 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.

	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases</b>						
Bonds	(1,345)	–	–	(1,345)	0.00%	0.00%
Equities	(4,050)	(1)	(6)	(4,057)	0.02%	0.15%
	(5,395)	(1)	(6)	(5,402)		
<b>Sales</b>						
Bonds	1,189	–	–	1,189	0.00%	0.00%
Equities	3,509	(1)	–	3,508	0.03%	0.00%
	4,698	(1)	–	4,697		
<b>Total</b>		(2)	(6)			
<b>Percentage of Fund average net assets</b>		0.04%	0.11%			

	Principal before costs £000	Commission £000	Taxes £000	Total after costs £000	Commission as % of principal	Taxes as % of principal
<b>15.10.20</b>						
<b>Purchases</b>						
Bonds	(3,003)	–	–	(3,003)	0.00%	0.00%
Equities	(4,772)	(2)	(5)	(4,779)	0.04%	0.10%
	(7,775)	(2)	(5)	(7,782)		
<b>Sales</b>						
Bonds	2,457	–	–	2,457	0.00%	0.00%
Equities	4,668	(1)	(1)	4,666	0.02%	0.02%
	7,125	(1)	(1)	7,123		
<b>Total</b>		(3)	(6)			
<b>Percentage of Fund average net assets</b>		0.05%	0.11%			

**Dealing spread**

As at 15 October 2021, the average portfolio dealing spread was 0.26% (2020: 0.39%). 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 15 October 2021

		Net revenue	Equalisation	Final distribution payable 15 November 2021	Final distribution paid 15 November 2020
<b>Income shares</b>					
Class 1 Income shares	Group 1	0.3108	–	0.3108	0.3894
	Group 2	0.0457	0.2651	0.3108	0.3894
Class 2 Income shares	Group 1	0.3224	–	0.3224	0.4130
	Group 2	0.1682	0.1542	0.3224	0.4130
Class 3 Income shares	Group 1	0.3350	–	0.3350	0.4180
	Group 2	0.3350	0.0000	0.3350	0.4180
Class 4 Income shares	Group 1	0.3350	–	0.3350	0.4180
	Group 2	0.3350	0.0000	0.3350	0.4180

		Net revenue	Equalisation	Final distribution payable 15 November 2021	Final distribution paid 15 November 2020
<b>Accumulation shares</b>					
Class 1 Accumulation shares	Group 1	0.5754	–	0.5754	0.5176
	Group 2	0.5754	0.0000	0.5754	0.5176
Class 2 Accumulation shares	Group 1	0.5824	–	0.5824	0.5104
	Group 2	0.0900	0.4924	0.5824	0.5104
Class 3 Accumulation shares	Group 1	0.5830	–	0.5830	0.5125
	Group 2	0.5830	0.0000	0.5830	0.5125
Class 4 Accumulation shares	Group 1	0.6000	–	0.6000	0.5380
	Group 2	0.6000	0.0000	0.6000	0.5380

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 September 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 September 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 September 2021

Income shares		Net revenue	Equalisation	Interim distribution payable 15 October 2021	Interim distribution paid 15 October 2020
Class 1 Income shares	Group 1	0.2350	–	0.2350	0.4296
	Group 2	0.1583	0.0767	0.2350	0.4296
Class 2 Income shares	Group 1	0.2350	–	0.2350	0.4500
	Group 2	0.0894	0.1456	0.2350	0.4500
Class 3 Income shares	Group 1	0.2350	–	0.2350	0.4500
	Group 2	0.2350	0.0000	0.2350	0.4500
Class 4 Income shares	Group 1	0.2350	–	0.2350	0.4500
	Group 2	0.2350	0.0000	0.2350	0.4500

Accumulation shares		Net revenue	Equalisation	Interim distribution payable 15 October 2021	Interim distribution paid 15 October 2020
Class 1 Accumulation shares	Group 1	0.2350	–	0.2350	0.4500
	Group 2	0.2350	0.0000	0.2350	0.4500
Class 2 Accumulation shares	Group 1	0.2350	–	0.2350	0.4500
	Group 2	0.0000	0.2350	0.2350	0.4500
Class 3 Accumulation shares	Group 1	0.2350	–	0.2350	0.4500
	Group 2	0.2350	0.0000	0.2350	0.4500
Class 4 Accumulation shares	Group 1	0.2350	–	0.2350	0.4500
	Group 2	0.2350	0.0000	0.2350	0.4500

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 August 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 August 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 August 2021

Income shares		Net revenue	Equalisation	Interim distribution payable 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Income shares	Group 1	0.2250	–	0.2250	0.4500
	Group 2	0.0000	0.2250	0.2250	0.4500
Class 2 Income shares	Group 1	0.2250	–	0.2250	0.4500
	Group 2	0.2250	0.0000	0.2250	0.4500
Class 3 Income shares	Group 1	0.2250	–	0.2250	0.4500
	Group 2	0.2250	0.0000	0.2250	0.4500
Class 4 Income shares	Group 1	0.2250	–	0.2250	0.4500
	Group 2	0.2250	0.0000	0.2250	0.4500

Accumulation shares		Net revenue	Equalisation	Interim distribution payable 15 September 2021	Interim distribution paid 15 September 2020
Class 1 Accumulation shares	Group 1	0.2250	–	0.2250	0.4500
	Group 2	0.0000	0.2250	0.2250	0.4500
Class 2 Accumulation shares	Group 1	0.2250	–	0.2250	0.4500
	Group 2	0.0000	0.2250	0.2250	0.4500
Class 3 Accumulation shares	Group 1	0.2250	–	0.2250	0.4500
	Group 2	0.2250	0.0000	0.2250	0.4500
Class 4 Accumulation shares	Group 1	0.2250	–	0.2250	0.4500
	Group 2	0.2250	0.0000	0.2250	0.4500

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 July 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 July 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 July 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 August 2021	Interim distribution paid 15 August 2020
Class 1 Income shares	Group 1	0.4600	–	0.4600	0.4500
	Group 2	0.0000	0.4600	0.4600	0.4500
Class 2 Income shares	Group 1	0.4600	–	0.4600	0.4500
	Group 2	0.0000	0.4600	0.4600	0.4500
Class 3 Income shares	Group 1	0.4600	–	0.4600	0.4500
	Group 2	0.4600	0.0000	0.4600	0.4500
Class 4 Income shares	Group 1	0.4600	–	0.4600	0.4500
	Group 2	0.4600	0.0000	0.4600	0.4500

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 August 2021	Interim distribution paid 15 August 2020
Class 1 Accumulation shares	Group 1	0.4600	–	0.4600	0.4500
	Group 2	0.4600	0.0000	0.4600	0.4500
Class 2 Accumulation shares	Group 1	0.4600	–	0.4600	0.4500
	Group 2	0.0000	0.4600	0.4600	0.4500
Class 3 Accumulation shares	Group 1	0.4600	–	0.4600	0.4500
	Group 2	0.4600	0.0000	0.4600	0.4500
Class 4 Accumulation shares	Group 1	0.4600	–	0.4600	0.4500
	Group 2	0.4600	0.0000	0.4600	0.4500

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 June 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 June 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 June 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 July 2021	Interim distribution paid 15 July 2020
Class 1 Income shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.0000	0.4100	0.4100	0.4000
Class 2 Income shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.0000	0.4100	0.4100	0.4000
Class 3 Income shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000
Class 4 Income shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 July 2021	Interim distribution paid 15 July 2020
Class 1 Accumulation shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000
Class 2 Accumulation shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.0000	0.4100	0.4100	0.4000
Class 3 Accumulation shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000
Class 4 Accumulation shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 May 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 May 2021.



## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 May 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Income shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.0173	0.3927	0.4100	0.4000
Class 2 Income shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000
Class 3 Income shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000
Class 4 Income shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 June 2021	Interim distribution paid 15 June 2020
Class 1 Accumulation shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000
Class 2 Accumulation shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.0000	0.4100	0.4100	0.4000
Class 3 Accumulation shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.0000	0.4100	0.4100	0.4000
Class 4 Accumulation shares	Group 1	0.4100	–	0.4100	0.4000
	Group 2	0.4100	0.0000	0.4100	0.4000

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 April 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 April 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 April 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 May 2021	Interim distribution paid 15 May 2020
Class 1 Income shares	Group 1	0.3600	–	0.3600	0.3500
	Group 2	0.0000	0.3600	0.3600	0.3500
Class 2 Income shares	Group 1	0.3600	–	0.3600	0.3500
	Group 2	0.0955	0.2645	0.3600	0.3500
Class 3 Income shares	Group 1	0.3600	–	0.3600	0.3500
	Group 2	0.3600	0.0000	0.3600	0.3500
Class 4 Income shares	Group 1	0.3600	–	0.3600	0.3500
	Group 2	0.3600	0.0000	0.3600	0.3500

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 May 2021	Interim distribution paid 15 May 2020
Class 1 Accumulation shares	Group 1	0.3600	–	0.3600	0.3500
	Group 2	0.3600	0.0000	0.3600	0.3500
Class 2 Accumulation shares	Group 1	0.3600	–	0.3600	0.3500
	Group 2	0.0000	0.3600	0.3600	0.3500
Class 3 Accumulation shares	Group 1	0.3600	–	0.3600	0.3500
	Group 2	0.3600	0.0000	0.3600	0.3500
Class 4 Accumulation shares	Group 1	0.3600	–	0.3600	0.3500
	Group 2	0.3600	0.0000	0.3600	0.3500

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 March 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 March 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 March 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 April 2021	Interim distribution paid 15 April 2020
Class 1 Income shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.0000	0.2600	0.2600	0.2500
Class 2 Income shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.1814	0.0786	0.2600	0.2500
Class 3 Income shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.2600	0.0000	0.2600	0.2500
Class 4 Income shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.2600	0.0000	0.2600	0.2500

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 April 2021	Interim distribution paid 15 April 2020
Class 1 Accumulation shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.0000	0.2600	0.2600	0.2500
Class 2 Accumulation shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.1347	0.1253	0.2600	0.2500
Class 3 Accumulation shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.2600	0.0000	0.2600	0.2500
Class 4 Accumulation shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.2600	0.0000	0.2600	0.2500

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 February 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 February 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 February 2021

Income shares		Net revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Income shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.0047	0.2553	0.2600	0.2500
Class 2 Income shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.0000	0.2600	0.2600	0.2500
Class 3 Income shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.2600	0.0000	0.2600	0.2500
Class 4 Income shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.2600	0.0000	0.2600	0.2500

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 March 2021	Interim distribution paid 15 March 2020
Class 1 Accumulation shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.0000	0.2600	0.2600	0.2500
Class 2 Accumulation shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.0677	0.1923	0.2600	0.2500
Class 3 Accumulation shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.2600	0.0000	0.2600	0.2500
Class 4 Accumulation shares	Group 1	0.2600	–	0.2600	0.2500
	Group 2	0.2600	0.0000	0.2600	0.2500

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 January 2021.

Group 2 shares are those shares purchased after 12:00 noon on 15 January 2021.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 January 2021

		Net revenue	Equalisation	Interim distribution paid 15 February 2021	Interim distribution paid 15 February 2020
<b>Income shares</b>					
Class 1 Income shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.0000	0.2500	0.2500	0.2400
Class 2 Income shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.1032	0.1468	0.2500	0.2400
Class 3 Income shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400
Class 4 Income shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400

		Net revenue	Equalisation	Interim distribution paid 15 February 2021	Interim distribution paid 15 February 2020
<b>Accumulation shares</b>					
Class 1 Accumulation shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400
Class 2 Accumulation shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.0139	0.2361	0.2500	0.2400
Class 3 Accumulation shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400
Class 4 Accumulation shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 December 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 December 2020.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 December 2020

Income shares		Net revenue	Equalisation	Interim distribution paid 15 January 2021	Interim distribution paid 15 January 2020
Class 1 Income shares	Group 1	0.2500	–	0.2500	0.1970
	Group 2	0.0000	0.2500	0.2500	0.1970
Class 2 Income shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.1177	0.1323	0.2500	0.2400
Class 3 Income shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400
Class 4 Income shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 January 2021	Interim distribution paid 15 January 2020
Class 1 Accumulation shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400
Class 2 Accumulation shares	Group 1	0.2500	–	0.2500	0.2399
	Group 2	0.0584	0.1916	0.2500	0.2399
Class 3 Accumulation shares	Group 1	0.2500	–	0.2500	0.2399
	Group 2	0.2500	0.0000	0.2500	0.2399
Class 4 Accumulation shares	Group 1	0.2500	–	0.2500	0.2400
	Group 2	0.2500	0.0000	0.2500	0.2400

## Interim distribution

Group 1 shares are those shares purchased at or before 12:00 noon on 15 November 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 November 2020.

## DISTRIBUTION TABLES (CONTINUED)

## Interim distribution paid in pence per share for the month ended 15 November 2020

Income shares		Net revenue	Equalisation	Interim distribution paid 15 December 2020	Interim distribution paid 15 December 2019
Class 1 Income shares	Group 1	0.1750	–	0.1750	0.2400
	Group 2	0.0000	0.1750	0.1750	0.2400
Class 2 Income shares	Group 1	0.1750	–	0.1750	0.2400
	Group 2	0.1750	0.0000	0.1750	0.2400
Class 3 Income shares	Group 1	0.1750	–	0.1750	0.2400
	Group 2	0.1750	0.0000	0.1750	0.2400
Class 4 Income shares	Group 1	0.1750	–	0.1750	0.2400
	Group 2	0.1750	0.0000	0.1750	0.2400

Accumulation shares		Net revenue	Equalisation	Interim distribution paid 15 December 2020	Interim distribution paid 15 December 2019
Class 1 Accumulation shares	Group 1	0.1750	–	0.1750	0.2400
	Group 2	0.1750	0.0000	0.1750	0.2400
Class 2 Accumulation shares	Group 1	0.1750	–	0.1750	0.2400
	Group 2	0.0315	0.1435	0.1750	0.2400
Class 3 Accumulation shares	Group 1	0.1750	–	0.1750	0.2400
	Group 2	0.1750	0.0000	0.1750	0.2400
Class 4 Accumulation shares	Group 1	0.1750	–	0.1750	0.2400
	Group 2	0.1750	0.0000	0.1750	0.2400

**Interim distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

The Fund does not currently undertake securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365) or use total return swaps.



## AVIVA INVESTORS MULTI-STRATEGY TARGET RETURN FUND

### INVESTMENT OBJECTIVE

To deliver a positive return over rolling three year periods regardless of the prevailing stock market environment. The Fund aims to generate a positive return, on average 5% per annum above the Bank of England Base Rate before the deduction of charges, over rolling three year periods. In seeking to target this level of return the Fund also aims to manage volatility to a target of less than half the volatility of global equities, measured over the same rolling three year periods. These aims, however, are not guaranteed and it may not always be possible to achieve positive returns or to achieve the target level of volatility over rolling three year periods, or over any period of investment. Consequently, investors' capital is at risk.

### 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

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 returns 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 5% 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 GBP (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.

### FUND MANAGER'S REPORT

#### Performance

Over the twelve months ended 15 October 2021, the Aviva Investors Multi-Strategy Target Return Fund delivered a total return of 5.16% (share class 2) net of fees. The Fund's benchmark, the Bank of England Base Rate Plus 5%, returned 5.10% over the same period.

#### Review

Despite a negative October start, market conditions materially improved in November and December of last year. More favourable news related to COVID-19 vaccine developments, US stimulus expectations and the approval of a free trade deal between the EU and the UK all helped to boost further investor sentiment. The Fund delivered its strongest quarterly returns on record in Q4 2020 against this market backdrop. Market Return strategies registered most of the upside over the period led by our long exposure to equities and high-yield credit. Opportunistic Returns also delivered positive performance, particularly benefiting from strategies with a higher value/cyclical exposure. Risk-Reducing strategies detracted, although the losses were moderate.

From the start of 2021, the Fund delivered positive performance, albeit of a smaller magnitude. Market Return strategies, particularly US equity exposure, generated most of the upside as risk assets continued to grind higher, followed by Opportunistic Returns, which continued to benefit from favourable dynamics across a number of risk factors. A position anticipating lower volatility in the US equity market and the Fund's exposure to European bank and energy stocks contributed to returns. Also, a strategy designed to profit from higher interest rates in Poland added to performance. Risk-Reducing strategies, on the other hand, negated part of the gains, with the rise in bond yields challenging the performance of our long duration positions and a relatively positive risk market sentiment negatively impacting defensive equity positions in relative value and option space.

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

### FUND MANAGER'S REPORT (CONTINUED)

#### Outlook

While we believe the economic recovery remains intact, upside risks to the inflation outlook appear to be rising with central bank inflation projections being revised up and the time to return to target lengthening. Our expectation is for accommodative monetary policy to be gradually removed but it should not be restrictive to growth. We continue to express our pro-cyclical view via equity and volatility markets while also positioning for higher and steeper yield curves in select bond markets.

Within Market Returns, the portfolio remains constructive on risk assets. Equities make up the bulk of the allocation, implemented predominantly via option-based structures that add elements of convexity to the portfolio's return profile.

We prefer to express our pro-cyclical view via the volatility market, which sits within the Opportunistic section of the portfolio. We introduced a UK yield curve position as it is inverted and it now represents one of the larger positions in the portfolio.

The Risk-Reducing section of the portfolio consists of a long duration position in Chinese rates, short positions across a range of emerging market currencies and equity relative value strategies.

#### November 2021

Sources: Fund and peer group performance figures – Lipper Hindsight, mid to mid basis with net income reinvested in GBP, with no initial charges applied. Market data – Bloomberg.

As noted above, the performance figures in this commentary have been sourced from an external party and are based on published prices. The performance figures quoted in the comparative tables on pages 442 and 443 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 securities. Past performance is not a guide to the future. The value of an investment and any income from it can go down as well as up. Investors may not get back the original amount invested.

#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 3 %	Share Class 5*** %
31.12.15 to 31.12.16	0.86	1.07	1.27	1.56
31.12.16 to 31.12.17	-2.32	-2.14	-1.93	-2.03
31.12.17 to 31.12.18	-6.33	-6.15	-5.95	-6.03
31.12.18 to 31.12.19	9.70	9.90	10.20	10.10
31.12.19 to 31.12.20	3.30	3.50	3.80	3.70

#### Performance History – Accumulation Shares

Calendar year	Share Class 9 %	Benchmark* %
31.12.15 to 31.12.16	1.11	5.42
31.12.16 to 31.12.17	-2.10	5.27
31.12.17 to 31.12.18	-6.11	5.59
31.12.18 to 31.12.19	10.00	5.80
31.12.19 to 31.12.20	3.60	5.20

\* Benchmark – Bank of England Base Rate (plus 5%)

\*\*\* 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 110%
31.12.15 to 31.12.16	4.40	4.42	100
31.12.16 to 31.12.17	4.22	4.27	99
31.12.17 to 31.12.18	4.20	4.60	91
31.12.18 to 31.12.19	4.37	4.75	92
31.12.19 to 31.12.20	4.40	4.60	96

\* Benchmark – Bank of England Base Rate (plus 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.

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

**Material Portfolio Changes**

Purchases	Sales
Barclays Bank 0.06% 20/07/2021	Barclays Bank 0.05% 23/02/2021
Barclays Bank 0.05% 23/02/2021	Barclays Bank 0.06% 20/07/2021
Barclays Bank 0.07% 10/06/2021	Barclays Bank 0.07% 10/06/2021
Barclays Bank 0.08% 11/06/2021	Barclays Bank 0.08% 11/06/2021
Bnp Paribas 0.06% 16/06/2021	Bnp Paribas 0.06% 16/06/2021
Barclays Bank 0.05% 28/01/2021	Barclays Bank 0.05% 29/01/2021
Barclays Bank 0.05% 29/01/2021	Barclays Bank 0.05% 28/01/2021
Barclays Bank 0.05% 26/01/2021	Barclays Bank 0.05% 22/04/2021
Barclays Bank 0.05% 22/04/2021	Barclays Bank 0.04% 17/03/2021
Barclays Bank 0.05% 27/01/2021	Barclays Bank 0.05% 15/04/2021

**Synthetic Risk and Reward Indicator**

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

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

## COMPARATIVE TABLES

Class 1 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	109.07	108.67	106.67
Return before operating charges <sup>†</sup>	6.86	1.60	3.16
Operating charges	(1.21)	(1.20)	(1.16)
Return after operating charges <sup>†</sup>	5.65	0.40	2.00
Distributions	–	(0.67)	(0.97)
Retained distributions on accumulation shares	–	0.67	0.97
Closing net asset value per share	114.72	109.07	108.67
<sup>†</sup> after direct transaction costs of	(0.16)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	5.18%	0.37%	1.87%
<b>Other information</b>			
Closing net asset value (£000)	2,339	830	955
Closing number of shares	2,039,166	760,289	878,828
Operating charges (%) <sup>†</sup>	1.06%	1.10%	1.10%
Direct transaction costs (%) <sup>#</sup>	0.14%	0.14%	0.11%
<b>Prices<sup>™</sup></b>			
Highest share price	115.23	112.98	108.91
Lowest share price	107.47	101.20	99.61

Class 2 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	110.44	109.82	107.58
Return before operating charges <sup>†</sup>	6.96	1.56	3.15
Operating charges	(0.99)	(0.94)	(0.91)
Return after operating charges <sup>†</sup>	5.97	0.62	2.24
Distributions	(0.24)	(0.90)	(1.19)
Retained distributions on accumulation shares	0.24	0.90	1.19
Closing net asset value per share	116.41	110.44	109.82
<sup>†</sup> after direct transaction costs of	(0.16)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	5.41%	0.56%	2.08%
<b>Other information</b>			
Closing net asset value (£000)	343,768	434,090	461,255
Closing number of shares	295,309,788	393,055,587	420,020,379
Operating charges (%) <sup>†</sup>	0.86%	0.85%	0.85%
Direct transaction costs (%) <sup>#</sup>	0.14%	0.14%	0.11%
<b>Prices<sup>™</sup></b>			
Highest share price	116.90	114.25	110.03
Lowest share price	108.83	102.35	100.50

Class 3 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	112.37	111.50	109.01
Return before operating charges <sup>†</sup>	7.08	1.53	3.13
Operating charges	(0.70)	(0.66)	(0.64)
Return after operating charges <sup>†</sup>	6.38	0.87	2.49
Distributions	(0.55)	(1.15)	(1.43)
Retained distributions on accumulation shares	0.55	1.15	1.43
Closing net asset value per share	118.75	112.37	111.50
<sup>†</sup> after direct transaction costs of	(0.16)	(0.16)	(0.12)
<b>Performance</b>			
Return after charges (%)	5.68%	0.78%	2.28%
<b>Other information</b>			
Closing net asset value (£000)	2,766,312	2,158,533	2,814,558
Closing number of shares	2,329,595,658	1,920,956,790	2,524,230,292
Operating charges (%) <sup>†</sup>	0.60%	0.59%	0.59%
Direct transaction costs (%) <sup>#</sup>	0.14%	0.14%	0.11%
<b>Prices<sup>™</sup></b>			
Highest share price	119.21	116.08	111.71
Lowest share price	110.73	104.01	101.89

Class 5 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	112.40	111.63	109.22
Return before operating charges <sup>†</sup>	7.08	1.56	3.17
Operating charges	(0.83)	(0.79)	(0.76)
Return after operating charges <sup>†</sup>	6.25	0.77	2.41
Distributions	(0.42)	(1.05)	(1.34)
Retained distributions on accumulation shares	0.42	1.05	1.34
Closing net asset value per share	118.65	112.40	111.63
<sup>†</sup> after direct transaction costs of	(0.16)	(0.16)	(0.12)
<b>Performance</b>			
Return after charges (%)	5.56%	0.69%	2.21%
<b>Other information</b>			
Closing net asset value (£000)	673,553	743,352	970,633
Closing number of shares	567,677,359	661,369,335	869,520,412
Operating charges (%) <sup>†</sup>	0.71%	0.70%	0.70%
Direct transaction costs (%) <sup>#</sup>	0.14%	0.14%	0.11%
<b>Prices<sup>™</sup></b>			
Highest share price	119.13	116.18	111.83
Lowest share price	110.76	104.09	102.07

## COMPARATIVE TABLES (CONTINUED)

Class 9 Accumulation shares	2021 p per share	2020 p per share	2019 p per share
<b>Change in net assets per share</b>			
Opening net asset value per share	110.64	109.97	107.68
Return before operating charges <sup>†</sup>	6.97	1.55	3.14
Operating charges	(0.93)	(0.88)	(0.85)
Return after operating charges <sup>†</sup>	6.04	0.67	2.29
Distributions	(0.30)	(0.94)	(1.24)
Retained distributions on accumulation shares	0.30	0.94	1.24
Closing net asset value per share	116.68	110.64	109.97
<sup>†</sup> after direct transaction costs of	(0.16)	(0.15)	(0.12)
<b>Performance</b>			
Return after charges (%)	5.46%	0.61%	2.13%
<b>Other information</b>			
Closing net asset value (£000)	25,489	28,283	29,413
Closing number of shares	21,844,099	25,562,374	26,745,481
Operating charges (%) <sup>‡</sup>	0.81%	0.80%	0.80%
Direct transaction costs (%) <sup>#</sup>	0.14%	0.14%	0.11%
<b>Prices<sup>≈</sup></b>			
Highest share price	117.17	114.43	110.18
Lowest share price	109.03	102.51	100.61

<sup>‡</sup> The operating charges are calculated on an ex-post basis and as such may differ from the Ongoing Charge Figure where:

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

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

<sup>#</sup> 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).

<sup>≈</sup> The high and low prices disclosed are the high and low prices for the accounting period and not the calendar year and are based on published prices. 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	15.10.21	15.10.20
Class 1	1.06%	1.10%
Class 2	0.86%	0.85%
Class 3	0.60%	0.59%
Class 5	0.71%	0.70%
Class 9	0.81%	0.80%

\* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the 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 at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Collective Investment Schemes 7.08% (4.20%)</b>				
iShares Physical Gold ETC	USD	7,517,192	188,701	4.95
Lyxor MSCI India UCITS Fund – Acc-EUR	EUR	108,901	2,246	0.06
UBS Bloomberg CMCI Components Emissions EUR Total Return Fund	EUR	124,466	79,052	2.07
<b>Collective Investment Schemes total</b>			<b>269,999</b>	<b>7.08</b>
<b>Equities 28.55% (44.78%)</b>				
<b>Belgium 0.05% (0.38%)</b>				
Etablissements Franz Colruyt	EUR	25,215	886	0.02
Sofina	EUR	3,453	1,054	0.03
			1,940	0.05
<b>Bermuda 0.07% (0.38%)</b>				
China Oriental Group	HKD	2,828,000	615	0.01
Enstar Group	USD	6,030	1,054	0.03
Essent Group	USD	29,172	1,041	0.03
			2,710	0.07
<b>Brazil 0.10% (0.15%)</b>				
Americanas	BRL	37,971	190	–
Banco do Brasil	BRL	85,847	362	0.01
Cyrela Brazil Realty SA Empreendimentos e Participacoes	BRL	109,401	265	0.01
Itau Unibanco Holding Preference	BRL	171,574	567	0.01
Lojas Americanas Preference	BRL	210,957	149	–
Minerva	BRL	309,711	442	0.01
Neoenergia	BRL	196,862	417	0.01
Petroleo Brasileiro, ADR Preference	USD	36,198	284	0.01
Telefonica Brasil	BRL	44,374	273	0.01
TIM	BRL	189,187	317	0.01
Vale	BRL	22,329	240	0.01
YDUQS Participacoes	BRL	60,944	220	0.01
			3,726	0.10
<b>Canada 0.00% (0.03%)</b>				
<b>Cayman Islands 0.54% (1.12%)</b>				
Alibaba Group Holding, ADR	USD	29,688	3,621	0.10
Autohome, ADR	USD	12,184	436	0.01
Baidu, ADR	USD	8,307	986	0.03
Chailease Holding	TWD	113,050	684	0.02
China Aoyuan Group	HKD	527,000	167	0.01
China Conch Venture Holdings	HKD	258,000	938	0.03
China Hongqiao Group	HKD	600,000	536	0.01
China Yongda Automobiles Services Holdings	HKD	349,567	400	0.01
CIMC Enric Holdings	HKD	496,000	447	0.01
Dada Nexus, ADR	USD	27,287	433	0.01
Fabrinet	USD	12,936	922	0.03
Hengan International Group	HKD	91,259	368	0.01
JD.com, ADR	USD	17,804	1,053	0.03
KWG Group Holdings (Listed)	HKD	746,387	474	0.01
KWG Living Group Holdings	HKD	897,369	481	0.01
Meituan 'B'	HKD	19,800	519	0.01
NetEase, ADR	USD	5,835	405	0.01
New Oriental Education & Technology Group, ADR	USD	56,216	97	–
Sands China	HKD	217,636	339	0.01
Tencent Holdings	HKD	89,700	4,150	0.11
Texhong Textile Group	HKD	736,500	796	0.02
Tongcheng-Elong Holdings	HKD	447,600	787	0.02
Topsports International Holdings	HKD	635,000	524	0.01
Vipshop Holdings, ADR	USD	35,174	293	0.01
Xinyi Solar Holdings	HKD	332,000	492	0.01
XP	BRL	3,961	106	–
			20,454	0.54

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>China 0.23% (0.30%)</b>				
Bank of China 'H'	HKD	2,781,366	712	0.02
China Construction Bank 'H'	HKD	2,427,632	1,238	0.03
China Datang Corp. Renewable Power 'H'	HKD	1,454,467	500	0.01
China Merchants Bank 'H'	HKD	102,504	609	0.02
China Petroleum & Chemical 'H'	HKD	1,463,806	541	0.02
Haier Smart Home (UBS) Warrant 26/05/2022	USD	172,900	512	0.01
Jiangsu (UBS) Warrant 29/11/2021	USD	831,577	827	0.02
Jiangsu Cnano Technology (UBS) Warrant 28/02/2022	USD	14,021	234	0.01
Livzon Pharmaceutical Group 'H'	HKD	246,610	625	0.02
Nari Technology (UBS) Warrant 26/08/2022	USD	178,960	694	0.02
PICC Property & Casualty 'H'	HKD	586,000	394	0.01
Ping An Insurance Group Co. of China 'H'	HKD	162,055	868	0.02
Venus MedTech Hangzhou 'H'	HKD	94,000	366	0.01
Yantai Jereh (UBS) Warrant 14/01/2022	USD	94,500	503	0.01
			8,623	0.23
<b>Denmark 0.23% (0.00%)</b>				
Coloplast 'B'	DKK	8,400	971	0.02
Genmab	DKK	3,246	1,044	0.03
GN Store Nord	DKK	19,185	902	0.02
Netcompany Group	DKK	11,283	922	0.02
Novo Nordisk 'B'	DKK	14,193	1,056	0.03
Novozymes 'B'	DKK	19,380	990	0.03
Pandora	DKK	10,761	1,049	0.03
Royal Unibrew	DKK	11,412	1,048	0.03
SimCorp	DKK	10,971	956	0.02
			8,938	0.23
<b>Finland 0.08% (0.90%)</b>				
Kone 'B'	EUR	19,299	972	0.02
Orion 'B'	EUR	34,503	1,040	0.03
Valmet	EUR	36,951	1,015	0.03
			3,027	0.08
<b>France 2.80% (5.13%)</b>				
Accor	EUR	448,518	12,098	0.32
Aéroports de Paris	EUR	124,332	12,099	0.32
BioMérieux	EUR	11,190	935	0.02
Capgemini	EUR	72,239	11,435	0.30
Cie de Saint-Gobain	EUR	178,980	9,292	0.24
Dassault Systemes	EUR	214,922	8,351	0.22
Hermes International	EUR	942	1,024	0.03
L'Oreal	EUR	3,198	996	0.03
Sartorius Stedim Biotech	EUR	2,340	923	0.02
Schneider Electric	EUR	77,216	9,387	0.25
TotalEnergies	EUR	1,070,518	40,113	1.05
			106,653	2.80
<b>Germany 0.52% (2.47%)</b>				
Bechtle	EUR	19,368	956	0.03
Beiersdorf	EUR	12,042	952	0.02
Carl Zeiss Meditec	EUR	6,342	893	0.02
FUCHS PETROLUB	EUR	29,190	1,036	0.03
Nemetschek	EUR	13,638	1,025	0.03
Porsche Automobil Holding Preference	EUR	14,322	1,088	0.03
Rational	EUR	1,404	938	0.02
SAP	EUR	10,002	1,062	0.03
Siemens	EUR	99,146	11,778	0.31
			19,728	0.52
<b>Guernsey 0.03% (0.03%)</b>				
Amdocs	USD	17,370	1,018	0.03
			1,018	0.03

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Hong Kong 0.05% (0.09%)</b>				
Alia Group	HKD	28,669	235	–
China Mobile	HKD	53,295	242	–
China Overseas Grand Oceans Group	HKD	689,000	261	0.01
CNOOC	HKD	806,254	653	0.02
Hong Kong Exchanges & Clearing	HKD	5,807	254	0.01
Sun Art Retail Group	HKD	731,769	282	0.01
			1,927	0.05
<b>Hungary 0.01% (0.01%)</b>				
OTP Bank	HUF	5,428	240	0.01
			240	0.01
<b>India 0.13% (0.29%)</b>				
HDFC Bank, ADR	USD	27,444	1,509	0.04
ICICI Bank, ADR	USD	44,735	632	0.02
Infosys, ADR	USD	71,410	1,212	0.03
Reliance Industries, GDR	USD	31,952	1,685	0.04
			5,038	0.13
<b>Indonesia 0.06% (0.06%)</b>				
Bank BTPN Syariah	IDR	1,864,600	368	0.01
Bank Rakyat Indonesia Persero	IDR	1,868,319	416	0.01
Indah Kiat Pulp & Paper	IDR	820,000	382	0.01
Surya Citra Media	IDR	3,934,700	392	0.01
Telkom Indonesia Persero	IDR	3,092,100	608	0.02
			2,166	0.06
<b>Ireland 1.09% (2.03%)</b>				
Accenture 'A'	USD	1,455	361	0.01
Allegion	USD	99,914	9,731	0.26
Medtronic	USD	28,847	2,676	0.07
Pentair	USD	17,700	924	0.02
Ryanair Holdings	EUR	1,264,648	18,441	0.48
Trane Technologies	USD	75,379	9,527	0.25
			41,660	1.09
<b>Italy 1.16% (0.76%)</b>				
DiaSorin	EUR	6,174	935	0.02
Eni	EUR	3,918,676	40,344	1.06
Moncler	EUR	22,185	1,100	0.03
Recordati Industria Chimica e Farmaceutica	EUR	24,033	1,031	0.03
Reply	EUR	6,867	972	0.02
			44,382	1.16
<b>Japan 0.83% (1.07%)</b>				
Daikin Industries	JPY	60,000	9,748	0.26
Fujitsu	JPY	95,700	13,058	0.34
Murata Manufacturing	JPY	158,800	8,873	0.23
			31,679	0.83
<b>Jersey 0.06% (0.90%)</b>				
Janus Henderson Group	USD	31,698	1,033	0.03
Man Group	GBP	505,896	1,149	0.03
			2,182	0.06
<b>Kazakhstan 0.02% (0.00%)</b>				
Kaspi.KZ, GDR	USD	7,173	623	0.02
			623	0.02
<b>Luxembourg 0.00% (0.40%)</b>				
Malaysia 0.01% (0.05%)				
Sunway	MYR	1,650,600	519	0.01
			519	0.01



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Malta 0.02% (0.00%)</b>				
Kindred Group, SDR	SEK	74,808	740	0.02
			740	0.02
<b>Mauritius 0.02% (0.02%)</b>				
MakeMyTrip	USD	39,333	880	0.02
			880	0.02
<b>Mexico 0.02% (0.03%)</b>				
Grupo Televisa, ADR	USD	52,775	459	0.01
Macquarie Mexico Real Estate Management, REIT	MXN	361,187	311	0.01
			770	0.02
<b>Netherlands 0.39% (2.52%)</b>				
Adyen	EUR	450	1,004	0.03
ASM International	EUR	3,435	974	0.03
ASML Holding	EUR	1,638	933	0.03
BE Semiconductor Industries	EUR	15,153	859	0.02
Prosus	ZAR	13,962	869	0.02
Signify	EUR	271,274	10,066	0.26
			14,705	0.39
<b>Norway 0.31% (0.00%)</b>				
Equinor	NOK	499,589	9,877	0.26
Nordic Semiconductor	NOK	42,966	1,032	0.02
TOMRA Systems	NOK	24,915	1,038	0.03
			11,947	0.31
<b>Philippines 0.01% (0.03%)</b>				
Puregold Price Club	PHP	771,830	471	0.01
			471	0.01
<b>Poland 0.05% (0.01%)</b>				
Bank Polska Kasa Opieki	PLN	38,589	881	0.02
CD Projekt	PLN	29,922	1,040	0.03
			1,921	0.05
<b>Russia 0.08% (0.09%)</b>				
Detsky Mir	RUB	338,807	470	0.01
LUKOIL, ADR	USD	10,908	812	0.02
Sberbank of Russia, ADR	USD	62,066	942	0.03
United Co. RUSAL International	HKD	1,012,000	823	0.02
			3,047	0.08
<b>Singapore 0.01% (0.00%)</b>				
Riverstone Holdings	SGD	451,900	219	0.01
			219	0.01
<b>South Africa 0.04% (0.09%)</b>				
Absa Group	ZAR	39,961	283	0.01
Life Healthcare Group Holdings	ZAR	206,792	239	0.01
Naspers 'N'	ZAR	1,694	216	—
Pick n Pay Stores	ZAR	125,481	363	0.01
Transaction Capital	ZAR	263,165	557	0.01
			1,658	0.04
<b>South Korea 0.31% (1.63%)</b>				
AfreecaTV	KRW	5,403	517	0.01
Cosmax	KRW	5,947	495	0.01
Ecopro BM	KRW	3,110	833	0.02
Hyundai Motor	KRW	7,861	1,007	0.03
KB Financial Group	KRW	21,508	736	0.02
LG Chem	KRW	2,229	1,145	0.03
NAVER	KRW	1,715	414	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>South Korea 0.31% (1.63%) (continued)</b>				
POSCO	KRW	4,186	843	0.02
Samsung Electronics	KRW	84,753	3,649	0.10
SK Hynix	KRW	14,864	897	0.02
SK Telecom	KRW	2,804	517	0.02
WONIK IPS	KRW	28,533	690	0.02
			11,743	0.31
<b>Spain 0.97% (0.44%)</b>				
Amadeus IT Group	EUR	231,360	11,791	0.31
International Consolidated Airlines Group	GBP	13,738,807	25,125	0.66
			36,916	0.97
<b>Sweden 0.28% (0.41%)</b>				
Boliden	SEK	43,926	1,216	0.03
Epiroc 'A'	SEK	67,311	1,116	0.03
EQT	SEK	33,972	1,131	0.03
Evolution	SEK	8,232	960	0.02
Getinge 'B'	SEK	32,679	1,030	0.03
Hexagon 'B'	SEK	85,056	978	0.03
Hexpol	SEK	121,032	1,058	0.03
Industrivarden 'A'	SEK	43,338	1,025	0.03
Lifco 'B'	SEK	49,962	1,045	0.03
Thule Group	SEK	26,262	974	0.02
			10,533	0.28
<b>Switzerland 0.59% (0.30%)</b>				
Bucher Industries	CHF	2,898	1,032	0.03
Dufry	CHF	294,117	11,920	0.31
EMS-Chemie Holding	CHF	1,410	1,003	0.03
Garmin	USD	7,758	879	0.02
Kuehne + Nagel International	CHF	3,768	850	0.02
Logitech International	CHF	14,262	912	0.02
Partners Group Holding	CHF	819	981	0.02
Roche Holding	CHF	3,861	1,094	0.03
Schindler Holding	CHF	4,866	981	0.02
Straumann Holding	CHF	699	993	0.03
Tecan Group	CHF	2,313	991	0.03
VAT Group	CHF	3,138	1,003	0.03
			22,639	0.59
<b>Taiwan 0.78% (0.70%)</b>				
Hon Hai Precision Industry	TWD	534,000	1,516	0.04
MediaTek	TWD	466,000	10,342	0.27
Mega Financial Holding	TWD	421,000	354	0.01
Sinbon Electronics	TWD	103,111	646	0.02
Taiwan Semiconductor Manufacturing	TWD	389,000	6,041	0.16
Topkey	TWD	101,000	342	0.01
Tripod Technology	TWD	210,000	618	0.01
Yageo	TWD	926,000	9,999	0.26
			29,858	0.78
<b>Thailand 0.04% (0.05%)</b>				
Bangkok Bank	THB	121,700	302	0.01
Indorama Ventures	THB	800,800	773	0.02
Thai Beverage	SGD	1,583,000	606	0.01
			1,681	0.04
<b>Turkey 0.00% (0.00%)</b>				
Türkiye Sise ve Cam Fabrikalari	TRY	1	—	—
			—	—

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United Kingdom 3.51% (2.11%)</b>				
Ashmore Group	GBP	300,468	972	0.02
Auto Trader Group	GBP	170,262	1,018	0.03
AVEVA Group	GBP	147,059	5,340	0.14
Barratt Developments	GBP	152,481	1,051	0.03
BP	GBP	11,080,411	40,283	1.06
easyJet	GBP	4,844,274	31,207	0.82
Games Workshop Group	GBP	9,645	991	0.03
Halma	GBP	33,897	978	0.02
Hargreaves Lansdown	GBP	73,524	1,082	0.03
Howden Joinery Group	GBP	108,861	976	0.02
IG Group Holdings	GBP	126,627	1,035	0.03
Persimmon	GBP	37,998	1,022	0.03
Rightmove	GBP	143,634	995	0.03
Rio Tinto	GBP	21,486	1,082	0.03
Rotork	GBP	288,783	1,004	0.03
Royal Dutch Shell 'A'	EUR	2,273,691	40,390	1.06
Softcat	GBP	47,997	994	0.03
Spectris	GBP	25,728	968	0.02
Spirax-Sarco Engineering	GBP	6,510	971	0.02
Standard Chartered	HKD	101,550	494	0.01
Taylor Wimpey	GBP	627,030	986	0.02
			133,839	3.51
<b>United States of America 13.05% (19.80%)</b>				
A O Smith	USD	18,837	898	0.02
A10 Networks	USD	99,678	997	0.03
Abbott Laboratories	USD	44,040	3,758	0.10
AbbVie	USD	34,877	2,770	0.07
ABIOMED	USD	3,600	919	0.02
Acuity Brands	USD	7,791	1,174	0.03
Acushnet Holdings	USD	27,363	947	0.02
Adobe	USD	6,548	2,900	0.08
Allegro MicroSystems	USD	43,407	988	0.03
Alphabet 'A'	USD	1,455	2,988	0.08
Alphabet 'C'	USD	2,858	5,882	0.15
Amazon.com	USD	6,425	15,908	0.42
Amedisys	USD	7,488	852	0.02
American Public Education	USD	51,060	934	0.02
AMERISAFE	USD	24,117	1,007	0.03
AMETEK	USD	10,170	948	0.02
ANSYS	USD	3,639	948	0.02
Apple	USD	132,394	13,925	0.37
Argan	USD	28,692	924	0.02
Arista Networks	USD	3,765	1,065	0.03
Artisan Partners Asset Management 'A'	USD	26,694	916	0.02
Aspen Technology	USD	65,240	7,744	0.20
AT&T	USD	176,968	3,302	0.09
Atrion	USD	1,848	903	0.02
Autodesk	USD	24,253	5,129	0.13
Aviat Networks	USD	38,337	848	0.02
Badger Meter	USD	13,029	985	0.03
Balchem	USD	9,753	1,069	0.03
Bank of America	USD	30,107	1,014	0.03
Berkshire Hathaway 'B'	USD	17,278	3,566	0.09
Bio-Rad Laboratories 'A'	USD	1,680	880	0.02
Blueprint Medicines	USD	14,145	1,029	0.03
Booz Allen Hamilton Holding	USD	199,347	11,720	0.31
Boston Beer 'A'	USD	2,418	897	0.02
Brady 'A'	USD	26,391	973	0.03
Bristol-Myers Squibb	USD	55,369	2,346	0.06
Broadcom	USD	29,872	10,916	0.29
Brunswick	USD	14,124	1,030	0.03

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 13.05% (19.80%) (continued)</b>				
Cadence Design Systems	USD	8,205	928	0.02
Calix	USD	29,841	1,243	0.03
Cargurus	USD	45,501	1,145	0.03
Catalyst Pharmaceuticals	USD	260,814	1,144	0.03
Cavco Industries	USD	5,424	903	0.02
Cerner	USD	17,862	927	0.02
ChannelAdvisor	USD	52,425	993	0.03
Chemed	USD	2,916	911	0.02
Chevron	USD	5,405	430	0.01
Cincinnati Financial	USD	11,337	979	0.03
Cintas	USD	3,459	1,045	0.03
Cirrus Logic	USD	16,002	930	0.02
Cisco Systems	USD	29,651	1,189	0.03
Citigroup	USD	40,733	2,139	0.06
Clearfield	USD	30,222	1,152	0.03
Coca-Cola	USD	75,481	2,986	0.08
Cognex	USD	15,423	945	0.02
Cohen & Steers	USD	15,528	985	0.03
Columbia Sportswear	USD	13,428	938	0.02
Comcast 'A'	USD	113,638	4,458	0.12
Comfort Systems USA	USD	18,165	1,060	0.03
Copart	USD	9,468	997	0.03
Corcept Therapeutics	USD	63,165	919	0.02
CorVel	USD	8,091	1,026	0.03
Costco Wholesale	USD	657	216	0.01
Crocs	USD	9,933	990	0.03
Cummins	USD	5,790	1,002	0.03
Deckers Outdoor	USD	3,315	863	0.02
Dick's Sporting Goods	USD	9,657	840	0.02
Dolby Laboratories 'A'	USD	14,361	936	0.02
Donaldson	USD	22,257	950	0.02
Eli Lilly	USD	19,729	3,409	0.09
EPAM Systems	USD	2,160	971	0.03
ePlus	USD	12,402	984	0.03
Erie Indemnity 'A'	USD	7,611	1,075	0.03
Evercore 'A'	USD	9,828	1,103	0.03
ExlService Holdings	USD	11,076	998	0.03
eXp World Holdings	USD	26,859	949	0.02
Expeditors International of Washington	USD	11,016	928	0.02
Exponent	USD	11,820	952	0.02
Exxon Mobil	USD	26,331	1,197	0.03
F5 Networks	USD	6,690	993	0.03
Facebook 'A'	USD	59,388	14,008	0.37
FactSet Research Systems	USD	3,540	1,066	0.03
Fastenal	USD	25,065	1,014	0.03
Federated Hermes	USD	42,741	1,025	0.03
First American Financial	USD	20,025	1,064	0.03
Fortinet	USD	4,311	987	0.03
Franklin Electric	USD	16,200	985	0.03
Generac Holdings	USD	3,039	997	0.03
Gentex	USD	43,914	1,192	0.03
Gentherm	USD	16,311	1,027	0.03
Globus Medical 'A'	USD	16,368	909	0.02
Graco	USD	17,547	903	0.02
Grand Canyon Education	USD	15,135	988	0.03
Hamilton Lane 'A'	USD	15,558	1,029	0.03
Healthcare Services Group	USD	51,372	847	0.02
HEICO	USD	11,001	1,118	0.03
HEICO 'A'	USD	12,141	1,087	0.03
Henry Schein	USD	17,229	969	0.03
Hologic	USD	16,968	859	0.02

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 13.05% (19.80%) (continued)</b>				
Home Depot	USD	1,154	294	0.01
Houlihan Lokey	USD	15,159	1,115	0.03
HP	USD	47,253	970	0.03
Hubbell	USD	73,174	10,004	0.26
ICU Medical	USD	6,573	1,101	0.03
IDEX	USD	6,234	966	0.03
IDT 'B'	USD	30,612	1,112	0.03
Innospec	USD	14,898	927	0.02
Innoviva	USD	87,954	1,061	0.03
Insteel Industries	USD	38,367	1,098	0.03
Intel	USD	100,084	3,958	0.10
IPG Photonics	USD	7,710	924	0.02
iRobot	USD	16,404	977	0.03
Jack Henry & Associates	USD	7,827	967	0.03
John B Sanfilippo & Son	USD	16,110	979	0.03
Johnson & Johnson	USD	65,270	7,646	0.20
Johnson Outdoors 'A'	USD	12,204	955	0.02
Joint	USD	12,738	737	0.02
JPMorgan Chase	USD	11,429	1,383	0.04
Kinsale Capital Group	USD	7,908	950	0.02
Kulicke & Soffa Industries	USD	18,276	653	0.02
Laboratory Corp. of America Holdings	USD	4,461	880	0.02
Lancaster Colony	USD	7,803	978	0.03
Landstar System	USD	8,115	956	0.02
LeMaitre Vascular	USD	22,728	884	0.02
Lennar 'A'	USD	12,972	915	0.02
Lennar 'B'	USD	15,813	915	0.02
Liquidity Services	USD	55,182	820	0.02
Louisiana-Pacific	USD	21,393	1,032	0.03
Lululemon Athletica	USD	3,504	1,026	0.03
Lumentum Holdings	USD	166,782	10,312	0.27
Manhattan Associates	USD	8,352	984	0.03
ManTech International 'A'	USD	17,463	1,037	0.03
Marcus & Millichap	USD	33,450	1,082	0.03
MarketAxess Holdings	USD	3,000	884	0.02
Masimo	USD	4,968	1,032	0.03
Mastercard 'A'	USD	21,682	5,603	0.15
McDonald's	USD	3,695	650	0.02
Medifast	USD	5,742	796	0.02
Medpace Holdings	USD	6,984	949	0.02
Merck	USD	47,159	2,683	0.07
Methode Electronics	USD	31,749	975	0.03
MGP Ingredients	USD	20,607	955	0.02
Microsoft	USD	38,565	8,518	0.22
MKS Instruments	USD	9,060	952	0.02
Moelis 'A'	USD	21,765	1,121	0.03
Monolithic Power Systems	USD	2,721	951	0.02
Morningstar	USD	4,851	965	0.03
Motorola Solutions	USD	70,742	12,322	0.32
MYR Group	USD	12,423	948	0.02
Neogen	USD	31,170	929	0.02
Netflix	USD	1,890	862	0.02
NETGEAR	USD	39,909	954	0.02
New York Times 'A'	USD	26,415	1,019	0.03
NIKE 'B'	USD	31,601	3,626	0.09
Nordson	USD	5,565	989	0.03
NVIDIA	USD	13,368	2,123	0.06
NVR	USD	264	949	0.02
Old Dominion Freight Line	USD	4,482	985	0.03
ON24	USD	61,701	901	0.02
Oracle	USD	5,326	369	0.01

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 13.05% (19.80%) (continued)</b>				
Oshkosh	USD	12,144	897	0.02
Otis Worldwide	USD	159,662	9,750	0.26
Paychex	USD	12,165	1,053	0.03
Paycom Software	USD	2,802	1,056	0.03
PayPal Holdings	USD	23,217	4,525	0.12
PepsiCo	USD	9,945	1,147	0.03
Perdoceo Education	USD	125,577	990	0.03
PerkinElmer	USD	7,131	879	0.02
PetMed Express	USD	48,381	963	0.03
Pfizer	USD	138,742	4,180	0.11
Philip Morris International	USD	19,429	1,388	0.04
Pool	USD	2,757	907	0.02
Power Integrations	USD	12,420	887	0.02
Procter & Gamble	USD	32,681	3,429	0.09
PROG Holdings	USD	29,595	956	0.02
Progyny	USD	23,010	936	0.02
Proto Labs	USD	17,598	905	0.02
PS Business Parks, REIT	USD	8,526	1,070	0.03
PTC	USD	119,405	10,710	0.28
PulteGroup	USD	25,677	903	0.02
Qorvo	USD	85,229	10,265	0.27
QUALCOMM	USD	102,336	9,677	0.25
Qualys	USD	11,628	965	0.03
Quest Diagnostics	USD	8,703	901	0.02
RBC Bearings	USD	5,976	962	0.03
ResMed	USD	4,575	849	0.02
Revolve Group	USD	21,189	1,046	0.03
Robert Half International	USD	13,269	1,050	0.03
Rogers	USD	6,570	895	0.02
Rollins	USD	35,109	951	0.02
Royal Gold	USD	12,252	881	0.02
Safety Insurance Group	USD	17,115	993	0.03
Sage Therapeutics	USD	29,526	964	0.03
Saia	USD	5,490	1,043	0.03
salesforce.com	USD	33,922	7,185	0.19
Sanderson Farms	USD	6,957	943	0.02
Seagen	USD	9,057	1,136	0.03
SEI Investments	USD	22,770	1,019	0.03
Semtech	USD	17,466	978	0.03
Shutterstock	USD	11,985	1,067	0.03
Shyft Group	USD	30,831	828	0.02
Simpson Manufacturing	USD	12,246	1,028	0.03
Simulations Plus	USD	29,538	855	0.02
Skyline Champion	USD	21,495	956	0.02
Skyworks Solutions	USD	79,895	9,312	0.24
Snap-on	USD	6,102	971	0.03
Sonos	USD	34,578	797	0.02
SPS Commerce	USD	10,074	1,192	0.03
STAAR Surgical	USD	8,322	694	0.02
Stewart Information Services	USD	22,110	1,099	0.03
Synopsis	USD	4,026	895	0.02
T Rowe Price Group	USD	6,297	914	0.02
Take-Two Interactive Software	USD	8,508	1,054	0.03
Teradyne	USD	11,268	932	0.02
Tesla	USD	14,402	8,818	0.23
Tetra Tech	USD	9,177	1,080	0.03
Texas Instruments	USD	17,190	2,427	0.06
Texas Pacific Land	USD	1,110	976	0.03
Thermo Fisher Scientific	USD	9,742	4,122	0.11
Toro	USD	12,660	895	0.02
Trade Desk 'A'	USD	17,985	1,024	0.03

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>United States of America 13.05% (19.80%) (continued)</b>				
Tradeweb Markets 'A'	USD	15,813	958	0.03
Trimble	USD	135,746	8,373	0.22
TrueCar	USD	329,373	1,069	0.03
Turtle Beach	USD	47,115	1,036	0.03
Ubiquiti	USD	4,200	974	0.03
Ulta Beauty	USD	3,570	1,052	0.03
UniFirst	USD	6,003	925	0.02
Union Pacific	USD	16,466	2,693	0.07
UnitedHealth Group	USD	7,791	2,422	0.06
Universal Display	USD	6,594	847	0.02
US Physical Therapy	USD	11,685	887	0.02
USANA Health Sciences	USD	13,641	982	0.03
Veeva Systems 'A'	USD	4,371	982	0.03
Verizon Communications	USD	102,614	3,895	0.10
Vicor	USD	10,698	1,152	0.03
Visa 'A'	USD	33,633	5,642	0.15
Walmart	USD	34,032	3,473	0.09
Walt Disney	USD	17,434	2,235	0.06
Watsco	USD	4,797	993	0.03
WD-40	USD	5,814	983	0.03
Wells Fargo	USD	102,453	3,599	0.09
West Pharmaceutical Services	USD	2,931	862	0.02
Weyerhaeuser, REIT	USD	37,470	1,013	0.03
Williams-Sonoma	USD	7,821	1,035	0.03
Xilinx	USD	8,748	1,063	0.03
XPEL	USD	17,697	908	0.02
YETI Holdings	USD	13,941	892	0.02
Yum China Holdings	USD	21,672	958	0.03
Zebra Technologies 'A'	USD	2,331	873	0.02
			497,355	13.05
<b>Equities total</b>			<b>1,088,155</b>	<b>28.55</b>
<b>Corporate Bond 0.00% (6.72%)</b>				
<b>Australia 0.00% (0.06%)</b>				
<b>Bermuda 0.00% (0.08%)</b>				
<b>Canada 0.00% (0.34%)</b>				
<b>France 0.00% (0.05%)</b>				
<b>Germany 0.00% (0.06%)</b>				
<b>Italy 0.00% (0.03%)</b>				
<b>Luxembourg 0.00% (0.11%)</b>				
<b>Netherlands 0.00% (0.21%)</b>				
<b>Norway 0.00% (0.03%)</b>				
<b>Singapore 0.00% (0.59%)</b>				
<b>Supranational 0.00% (0.11%)</b>				
<b>United Kingdom 0.00% (0.10%)</b>				
<b>United States of America 0.00% (4.95%)</b>				
<b>Convertible Bonds 0.00% (0.00%)</b>				
<b>Malaysia 0.00% (0.00%)</b>				
Sunway 5.25% 02/12/2025	MYR	MYR 185,720	48	—
			48	—
<b>Convertible Bonds total</b>			<b>48</b>	<b>—</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Certificates of Deposit 35.76% (14.42%)</b>				
<b>Australia 0.66% (0.00%)</b>				
Australia and New Zealand Banking Group 0.15% 04/04/2022	GBP	25,000,000	25,000	0.66
			25,000	0.66
<b>Belgium 0.66% (0.00%)</b>				
KBC Bank 0.06% 10/12/2021	GBP	25,000,000	25,000	0.66
			25,000	0.66
<b>Canada 3.28% (0.00%)</b>				
Bank of Montreal 0.05% 07/12/2021	GBP	50,000,000	50,000	1.31
Canadian Imperial Bank of Commerce 0.17% 08/08/2022	GBP	25,000,000	25,000	0.66
Royal Bank of Canada 0.21% 09/08/2022	GBP	30,000,000	30,000	0.79
Torontodominion Bankthe 0.18% 25/07/2022	GBP	20,000,000	20,000	0.52
			125,000	3.28
<b>China 2.23% (0.00%)</b>				
Bank of China 0.19% 07/01/2022	GBP	10,000,000	9,990	0.26
China Construction Bank 0.20% 19/10/2021	GBP	25,000,000	25,000	0.65
China Construction Bank 0.13% 25/02/2022	GBP	25,000,000	25,000	0.66
China Construction Bank 0.24% 05/04/2022	GBP	25,000,000	25,000	0.66
			84,990	2.23
<b>Finland 1.18% (0.00%)</b>				
Nordea Bank 0.10% 11/11/2021	GBP	35,000,000	35,000	0.92
Nordea Bank 0.10% 14/02/2022	GBP	10,000,000	10,000	0.26
			45,000	1.18
<b>France 6.41% (1.49%)</b>				
Banque Federative du Credit Mutuel 0.10% 01/11/2021	GBP	50,000,000	50,000	1.31
Banque Federative du Credit Mutuel 0.14% 03/05/2022	GBP	15,000,000	15,000	0.39
BNP Paribas 0.08% 02/11/2021	GBP	7,000,000	7,000	0.18
BNP Paribas 0.09% 07/12/2021	GBP	20,000,000	20,000	0.52
BNP Paribas 0.08% 28/02/2022	GBP	2,500,000	2,500	0.06
Credit Agricole Corporate and Investment Bank 0.10% 01/02/2022	GBP	30,000,000	30,000	0.79
Natixis 0.08% 22/11/2021	GBP	40,000,000	40,000	1.05
Natixis 0.10% 17/01/2022	GBP	30,000,000	30,000	0.79
Societe Generale 0.11% 01/03/2022	GBP	25,000,000	25,000	0.66
Societe Generale 0.11% 09/03/2022	GBP	25,000,000	25,000	0.66
			244,500	6.41
<b>Japan 6.79% (0.00%)</b>				
Mizuho Bank 0.07% 22/10/2021	GBP	55,000,000	55,000	1.44
Mizuho Bank 0.07% 23/11/2021	GBP	14,000,000	14,000	0.37
MUFG Bank 0.13% 17/01/2022	GBP	50,000,000	50,000	1.31
Smbc Bank International 0.10% 26/10/2021	GBP	50,000,000	50,000	1.31
Smbc Bank International 0.09% 04/11/2021	GBP	25,000,000	25,000	0.65
Sumitomo Mitsui Banking 0.09% 21/10/2021	GBP	40,000,000	40,000	1.05
Sumitomo Mitsui Banking 0.08% 14/01/2022	GBP	25,000,000	25,000	0.66
			259,000	6.79
<b>Netherlands 1.18% (0.00%)</b>				
ABN AMRO Bank 0.06% 04/01/2022	GBP	25,000,000	25,000	0.66
ING Bank 0.10% 25/02/2022	GBP	20,000,000	20,000	0.52
			45,000	1.18
<b>Norway 0.00% (1.49%)</b>				
<b>Singapore 0.39% (0.00%)</b>				
United Overseas Bank 0.10% 22/10/2021	GBP	15,000,000	15,000	0.39
			15,000	0.39



## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Spain 1.10% (0.00%)</b>				
Banco Santander 0.11% 08/11/2021	GBP	10,000,000	10,000	0.26
Banco Santander 0.15% 04/01/2022	GBP	32,000,000	31,975	0.84
			41,975	1.10
<b>Sweden 0.92% (0.00%)</b>				
Handelsbanken 0.08% 21/02/2022	GBP	35,000,000	35,000	0.92
			35,000	0.92
<b>Switzerland 1.38% (0.00%)</b>				
Credit Suisse 0.15% 26/11/2021	GBP	20,000,000	20,000	0.52
UBS 0.14% 10/01/2022	GBP	7,500,000	7,500	0.20
UBS 0.23% 23/08/2022	GBP	25,000,000	25,000	0.66
			52,500	1.38
<b>United Arab Emirates 3.41% (2.67%)</b>				
First Abu Dhabi Bank 0.08% 25/10/2021	GBP	30,000,000	30,000	0.79
First Abu Dhabi Bank 0.12% 08/11/2021	GBP	30,000,000	30,000	0.79
First Abu Dhabi Bank 0.12% 24/01/2022	GBP	20,000,000	20,000	0.52
First Abu Dhabi Bank 0.14% 13/04/2022	GBP	50,000,000	50,000	1.31
			130,000	3.41
<b>United Kingdom 5.51% (8.77%)</b>				
Barclays Bank 0.05% 04/11/2021	GBP	50,000,000	50,000	1.31
Nordea Bank 0.09% 07/02/2022	GBP	40,000,000	40,000	1.05
Santander UK 0.06% 02/11/2021	GBP	90,000,000	90,000	2.36
Standard Chartered Bank 0.20% 22/07/2022	GBP	30,000,000	30,000	0.79
			210,000	5.51
<b>United States of America 0.66% (0.00%)</b>				
Goldman Sachs 0.21% 06/05/2022	GBP	25,000,000	25,000	0.66
			25,000	0.66
<b>Certificates of Deposit total</b>			<b>1,362,965</b>	<b>35.76</b>
<b>Commercial Papers 12.87% (16.20%)</b>				
<b>Canada 2.62% (3.95%)</b>				
Royal Bank of Canada 0.03% 18/10/2021	GBP	100,000,000	100,000	2.62
			100,000	2.62
<b>Cayman Islands 4.07% (5.56%)</b>				
Chesham Finance 0.05% 21/10/2021	GBP	50,000,000	50,000	1.31
Chesham Finance 0.08% 21/10/2021	GBP	105,000,000	105,000	2.76
			155,000	4.07
<b>Finland 2.62% (0.00%)</b>				
Nordea Bank 0.10% 01/04/2022	GBP	100,000,000	100,000	2.62
			100,000	2.62
<b>France 0.66% (0.00%)</b>				
Banque Federative du Credit Mutuel 0.11% 01/03/2022	GBP	25,000,000	25,000	0.66
			25,000	0.66
<b>United Kingdom 2.37% (6.69%)</b>				
Santander UK 0.02% 18/10/2021	GBP	82,000,000	82,000	2.15
United Kingdom Government 0.07% 06/12/2021	GBP	8,397,667	8,395	0.22
			90,395	2.37
<b>United States of America 0.53% (0.00%)</b>				
Collateralized 0.12% 01/02/2022	GBP	20,000,000	19,985	0.53
			19,985	0.53
<b>Commercial Papers total</b>			<b>490,380</b>	<b>12.87</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Swaps 0.74% (2.07%)</b>				
Credit Default Swap J.P. Morgan Sell CDX.NA.HY.37-V1 20/12/2026	USD	47,825,000	3,330	0.09
Credit Default Swap J.P. Morgan Sell ITRAXX.EUROPE.CROSSOVER.36-V1 20/12/2026	EUR	40,250,000	4,057	0.11
Equity Variance Swap Barclays S&P 500 Index 17/06/2022	USD	725,310,000	8,302	0.22
Equity Variance Swap Barclays S&P 500 Index 17/12/2021	USD	315,070,000	(7,961)	(0.21)
Equity Variance Swap Merrill Lynch S&P 500 Index 14/04/2022	USD	450,336,100	4,554	0.12
Equity Variance Swap Merrill Lynch S&P 500 Index 19/11/2021	USD	148,009,200	(2,112)	(0.06)
Equity Variance Swap Societe Generale S&P 500 Index 15/10/2021	USD	107,940,000	(1,524)	(0.04)
Equity Variance Swap Societe Generale S&P 500 Index 18/03/2022	USD	678,490,100	8,279	0.22
Interest Rate Swap J.P. Morgan Pay fixed 1.53% Receive floating WIBOR 6 month 16/06/2026	PLN	177,880,000	1,260	0.03
Interest Rate Swap J.P. Morgan Pay fixed 1.54% Receive floating WIBOR 6 month 15/09/2026	PLN	337,200,000	2,405	0.06
Interest Rate Swap J.P. Morgan Pay fixed 1.65% Receive floating LIBOR 3 month 30/07/2051	USD	22,588,772	662	0.02
Interest Rate Swap J.P. Morgan Pay fixed 1.65% Receive floating LIBOR 3 month 30/07/2051	USD	18,823,977	550	0.01
Interest Rate Swap J.P. Morgan Pay fixed 1.65% Receive floating LIBOR 3 month 30/07/2051	USD	75,295,909	2,188	0.05
Interest Rate Swap J.P. Morgan Pay fixed 1.65% Receive floating LIBOR 3 month 30/07/2051	USD	26,353,569	764	0.02
Interest Rate Swap J.P. Morgan Pay fixed 1.65% Receive floating LIBOR 3 month 30/07/2051	USD	26,215,024	753	0.02
Interest Rate Swap J.P. Morgan Pay fixed 1.65% Receive floating LIBOR 3 month 30/07/2051	USD	3,117,131	89	–
Interest Rate Swap J.P. Morgan Pay fixed 1.65% Receive floating LIBOR 3 month 30/07/2051	USD	22,588,772	635	0.02
Interest Rate Swap J.P. Morgan Pay fixed 1.77% Receive floating LIBOR 3 month 25/06/2051	USD	22,870,600	172	–
Interest Rate Swap J.P. Morgan Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.49% 15/09/2026	CNY	1,855,000,000	(906)	(0.02)
Interest Rate Swap J.P. Morgan Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.50% 15/09/2026	CNY	426,000,000	(199)	(0.01)
Interest Rate Swap J.P. Morgan Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.50% 15/09/2026	CNY	2,030,900,000	(936)	(0.02)
Interest Rate Swap J.P. Morgan Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.50% 15/09/2026	CNY	1,343,100,000	(584)	(0.02)
Interest Rate Swap J.P. Morgan Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.50% 15/09/2026	CNY	1,855,000,000	(790)	(0.02)
Interest Rate Swap J.P. Morgan Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.82% 16/06/2026	CNY	1,139,787,000	1,385	0.04
Interest Rate Swap J.P. Morgan Pay floating CNREPOFIX=CFXS 1 week Receive fixed 2.86% 16/06/2026	CNY	6,605,398,000	9,330	0.25
Total Return Swap Barclays Pay 0.00% Receive USBEFSEB03.I 15/08/2022	USD	57,418,008	(64)	–
Total Return Swap Barclays Fianncing Leg	GBP	2,000	(3,047)	(0.08)
Total Return Swap Merrill Lynch Pay 0.00% Receive USBAEISTN1.I 13/05/2022	USD	81,210,338	93	–
Total Return Swap Merrill Lynch Pay BE*WDPBR.S Receive (0.56)% 29/11/2021	EUR	3,458,027	(145)	–
Total Return Swap Morgan Stanley Pay 0.00% Receive USMSAVL1NQ.I 05/04/2022	USD	62,047,541	(624)	(0.01)
Total Return Swap Morgan Stanley Pay 0.00% Receive USMSAVL3ES.I 05/04/2022	USD	148,420,743	(586)	(0.02)
Total Return Swap Morgan Stanley Pay 0.00% Receive USMSAVL3ES.I 08/04/2022	USD	89,205,992	(400)	(0.01)
Total Return Swap Morgan Stanley Pay 0.00% Receive USMSAVL3NQ.I 05/04/2022	USD	41,642,286	(122)	–
Total Return Swap Societe Generale Pay 0.00% Receive USSGIDTESA.I 04/04/2022	USD	124,086,564	(692)	(0.02)
Total Return Swap UBS Pay 0.00% Receive USUBCSBN1.I 30/03/2022	USD	82,725,192	(124)	–
Total Return Swap UBS Pay 0.00% Receive USUBCSBS1.I 30/03/2022	USD	41,315,948	(14)	–
Total Return Swap UBS Pay 0.00% Receive USUBCSBS1.I 30/03/2022	USD	82,607,014	2	–
<b>Swaps total</b>			<b>27,980</b>	<b>0.74</b>
<b>Options 0.15% (0.03%)</b>				
Abbott Laboratories Call, 132, 15/10/2021	USD	(80)	–	–
Abbott Laboratories Call, 128, 22/10/2021	USD	(116)	–	–
AbbVie Put, 106, 29/10/2021	USD	(5,494)	(6)	–
AbbVie Call, 119, 05/11/2021	USD	(713)	(3)	–
Accenture Put, 315, 15/10/2021	USD	(113)	–	–
Accenture Put, 315, 22/10/2021	USD	(283)	(3)	–
Accenture Put, 315, 29/10/2021	USD	(697)	(4)	–
Accenture Put, 320, 05/11/2021	USD	(1,917)	(4)	–
Adobe Put, 610, 15/10/2021	USD	(632)	(1)	–
Adobe Put, 615, 22/10/2021	USD	(15,601)	(18)	–
Alphabet Put, 2,650, 15/10/2021	USD	(54)	–	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Options 0.15% (0.03%) (continued)</b>				
Alphabet Put, 2,650, 15/10/2021	USD	(51)	–	–
Alphabet Put, 2,730, 22/10/2021	USD	(4,685)	(5)	–
Alphabet Put, 2,750, 22/10/2021	USD	(5,491)	(6)	–
Alphabet Put, 2,720, 29/10/2021	USD	(27,999)	(30)	–
Alphabet Put, 2,650, 05/11/2021	USD	(19,392)	(21)	–
Alphabet Put, 2,675, 05/11/2021	USD	(18,404)	(26)	–
Amazon.com Call, 3,600, 15/10/2021	USD	(57)	–	–
Amazon.com Put, 3,250, 22/10/2021	USD	(7,245)	(8)	–
Amazon.com Put, 3,260, 05/11/2021	USD	(51,400)	(63)	–
Apple Put, 138, 15/10/2021	USD	(705)	(1)	–
Apple Put, 143, 22/10/2021	USD	(41,196)	(42)	–
Apple Put, 140, 05/11/2021	USD	(96,603)	(98)	–
AT&T Call, 28.5, 15/10/2021	USD	(67)	–	–
AT&T Call, 29, 22/10/2021	USD	(321)	–	–
AT&T Call, 29, 29/10/2021	USD	(642)	(1)	–
AT&T Call, 28, 05/11/2021	USD	(1,605)	(2)	–
Bank of America Put, 37.5, 15/10/2021	USD	(264)	–	–
Bank of America Put, 40, 22/10/2021	USD	(296)	(1)	–
Bank of America Put, 40, 29/10/2021	USD	(845)	(1)	–
Bank of America Put, 41, 05/11/2021	USD	(2,074)	(3)	–
Berkshire Hathaway Call, 287.5, 15/10/2021	USD	(85)	–	–
Berkshire Hathaway Put, 275, 22/10/2021	USD	(1,294)	(3)	–
Berkshire Hathaway Put, 270, 29/10/2021	USD	(2,157)	(8)	–
Berkshire Hathaway Put, 270, 05/11/2021	USD	(4,530)	(7)	–
Broadcom Put, 460, 15/10/2021	USD	(73)	–	–
Broadcom Put, 465, 22/10/2021	USD	(145)	(6)	–
Broadcom Put, 460, 29/10/2021	USD	(654)	(7)	–
Broadcom Put, 465, 05/11/2021	USD	(1,598)	(4)	–
Chevron Call, 102, 15/10/2021	USD	(64,822)	(67)	–
Chevron Put, 98, 22/10/2021	USD	(137)	–	–
Chevron Put, 97, 29/10/2021	USD	(405)	(1)	–
Chevron Put, 103, 05/11/2021	USD	(4,235)	(5)	–
Cisco Systems Inc/Delaware Put, 55, 15/10/2021	USD	(379)	–	–
Cisco Systems Inc/Delaware Put, 56, 22/10/2021	USD	(17,250)	(18)	–
Cisco Systems Inc/Delaware Put, 55, 05/11/2021	USD	(11,818)	(13)	–
Citigroup Call, 72.5, 15/10/2021	USD	(93)	–	–
Citigroup Call, 79, 22/10/2021	USD	(93)	–	–
Citigroup Call, 77, 29/10/2021	USD	(1,209)	(1)	–
Citigroup Put, 67, 05/11/2021	USD	(1,830)	(2)	–
Coca-Cola Call, 57, 15/10/2021	USD	(174)	–	–
Coca-Cola Call, 56, 22/10/2021	USD	(349)	(1)	–
Coca-Cola Put, 54, 05/11/2021	USD	(8,870)	(9)	–
Comcast Put, 56, 15/10/2021	USD	(32,380)	(59)	–
Comcast Call, 60, 22/10/2021	USD	(206)	–	–
Costco Wholesale Put, 435, 15/10/2021	USD	(59)	–	–
Costco Wholesale Put, 445, 22/10/2021	USD	(1,646)	(2)	–
Costco Wholesale Put, 435, 29/10/2021	USD	(1,608)	(2)	–
Costco Wholesale Put, 440, 05/11/2021	USD	(4,236)	(5)	–
Eli Lilly Call, 255, 05/11/2021	USD	(3,737)	(10)	–
EURO STOXX 50 Index Call, 4,250, 19/11/2021	EUR	2,211,506	2,211	0.06
EURO STOXX 50 Index Put, 3,400, 19/11/2021	EUR	226,956	227	–
EURO STOXX 50 Index Call, 4,350, 19/11/2021	EUR	(476,856)	(477)	(0.01)
EURO STOXX 50 Index Put, 4,050, 19/11/2021	EUR	(866,173)	(866)	(0.02)
EURO STOXX 50 Index Call, 4,200, 17/12/2021	EUR	9,882,363	9,882	0.26
EURO STOXX 50 Index Put, 3,300, 17/12/2021	EUR	524,391	524	0.01
EURO STOXX 50 Index Put, 4,125, 17/12/2021	EUR	(1,700,376)	(1,700)	(0.05)
EURO STOXX 50 Index Call, 4,250, 17/12/2021	EUR	(6,946,216)	(6,946)	(0.18)
Exxon Mobil Call, 58, 15/10/2021	USD	(86,582)	(89)	–
Exxon Mobil Call, 65, 22/10/2021	USD	(1,713)	(2)	–
Exxon Mobil Put, 59, 29/10/2021	USD	(4,567)	(5)	–
Exxon Mobil Put, 59, 05/11/2021	USD	(7,231)	(8)	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Options 0.15% (0.03%) (continued)</b>				
Facebook Put, 335, 15/10/2021	USD	(106,954)	(113)	–
Facebook Call, 380, 22/10/2021	USD	(215)	–	–
FTSE 100 Index Call, 7,150, 19/11/2021	GBP	5,272,200	5,272	0.14
FTSE 100 Index Put, 7,000, 19/11/2021	GBP	(347,440)	(347)	(0.01)
FTSE 100 Index Call, 7,250, 19/11/2021	GBP	(2,963,340)	(2,963)	(0.08)
Home Depot Put, 315, 15/10/2021	USD	(236)	–	–
Home Depot Put, 325, 22/10/2021	USD	(425)	(1)	–
Home Depot Put, 315, 29/10/2021	USD	(1,039)	(1)	–
Home Depot Put, 320, 05/11/2021	USD	(1,242)	(2)	–
Intel Call, 57, 15/10/2021	USD	(182)	–	–
Intel Call, 59, 22/10/2021	USD	(1,997)	(2)	–
Intel Call, 58, 29/10/2021	USD	(5,629)	(6)	–
Intel Call, 58, 05/11/2021	USD	(7,263)	(8)	–
Johnson & Johnson Call, 170, 05/11/2021	USD	(4,499)	(6)	–
JPMorgan Chase Put, 150, 15/10/2021	USD	(118)	–	–
JPMorgan Chase Put, 155, 22/10/2021	USD	(901)	(1)	–
JPMorgan Chase Put, 155, 29/10/2021	USD	(2,477)	(3)	–
JPMorgan Chase Put, 160, 05/11/2021	USD	(11,247)	(12)	–
Mastercard Call, 362.5, 15/10/2021	USD	(157)	–	–
Mastercard Call, 375, 22/10/2021	USD	(628)	(1)	–
Mastercard Call, 380, 29/10/2021	USD	(2,785)	(3)	–
Mastercard Call, 385, 05/11/2021	USD	(3,098)	(5)	–
McDonald's Put, 227.5, 15/10/2021	USD	(55)	–	–
McDonald's Put, 245, 22/10/2021	USD	(11,359)	(13)	–
McDonald's Put, 230, 29/10/2021	USD	(1,265)	(1)	–
McDonald's Put, 235, 05/11/2021	USD	(4,388)	(5)	–
Medtronic Call, 135, 15/10/2021	USD	(60)	–	–
Medtronic Call, 135, 22/10/2021	USD	(181)	(1)	–
Medtronic Put, 126, 29/10/2021	USD	(3,399)	(9)	–
Medtronic Call, 132, 05/11/2021	USD	(4,943)	(7)	–
Merck Call, 78, 22/10/2021	USD	(10,764)	(12)	–
Merck Put, 78, 29/10/2021	USD	(12,350)	(15)	–
Merck Call, 91, 05/11/2021	USD	(1,020)	(2)	–
Microsoft Put, 285, 15/10/2021	USD	(338)	–	–
Microsoft Put, 290, 22/10/2021	USD	(6,591)	(8)	–
Microsoft Put, 285, 29/10/2021	USD	(25,384)	(28)	–
Microsoft Put, 280, 05/11/2021	USD	(29,784)	(33)	–
Netflix Put, 585, 15/10/2021	USD	(20)	–	–
Netflix Put, 530, 22/10/2021	USD	(415)	(1)	–
Netflix Put, 560, 29/10/2021	USD	(2,135)	(2)	–
Netflix Put, 570, 05/11/2021	USD	(8,138)	(9)	–
NIKE Call, 167.5, 15/10/2021	USD	(57)	–	–
Nikkei 225 Index Call, 31,000, 12/11/2021	JPY	993,414	993	0.02
Nikkei 225 Index Call, 31,500, 12/11/2021	JPY	(446,022)	(446)	(0.01)
Nikkei 225 Index Put, 30,000, 12/11/2021	JPY	(2,762,298)	(2,762)	(0.07)
Nikkei 225 Index Call, 29,000, 10/12/2021	JPY	8,112,046	8,112	0.21
Nikkei 225 Index Put, 27,750, 10/12/2021	JPY	(811,905)	(812)	(0.02)
Nikkei 225 Index Call, 29,500, 10/12/2021	JPY	(5,749,747)	(5,750)	(0.15)
NVIDIA Put, 192.5, 15/10/2021	USD	(90)	–	–
NVIDIA Put, 205, 22/10/2021	USD	(3,512)	(4)	–
NVIDIA Put, 205, 29/10/2021	USD	(7,016)	(7)	–
NVIDIA Put, 205, 05/11/2021	USD	(21,086)	(22)	–
Oracle Put, 82, 15/10/2021	USD	(73)	–	–
Oracle Put, 84, 22/10/2021	USD	(209)	–	–
Oracle Put, 82, 29/10/2021	USD	(407)	(3)	–
Oracle Put, 89, 05/11/2021	USD	(2,522)	(3)	–
PayPal Holdings Call, 290, 15/10/2021	USD	(157)	–	–
PayPal Holdings Put, 270, 22/10/2021	USD	(17,141)	(18)	–
PepsiCo Put, 150, 15/10/2021	USD	(123)	–	–
PepsiCo Put, 148, 22/10/2021	USD	(424)	(1)	–
PepsiCo Call, 155, 29/10/2021	USD	(23,768)	(27)	–

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Options 0.15% (0.03%) (continued)</b>				
PepsiCo Put, 150, 05/11/2021	USD	(1,543)	(2)	—
Pfizer Call, 47, 22/10/2021	USD	(251)	(1)	—
Philip Morris International Put, 96, 15/10/2021	USD	(70)	—	—
Philip Morris International Put, 98, 22/10/2021	USD	(1,325)	(24)	—
Procter & Gamble Call, 150, 15/10/2021	USD	(110)	—	—
Procter & Gamble Put, 142, 22/10/2021	USD	(9,352)	(11)	—
Procter & Gamble Call, 145, 29/10/2021	USD	(12,831)	(15)	—
Procter & Gamble Put, 140, 05/11/2021	USD	(8,628)	(10)	—
S&P 500 Index Call, 4,500, 15/10/2021	USD	33,446	33	—
S&P 500 Index Put, 4,200, 15/10/2021	USD	7,118	7	—
S&P 500 Index Put, 3,500, 15/10/2021	USD	3,112	3	—
S&P 500 Index Put, 4,000, 15/10/2021	USD	(3,559)	(4)	—
S&P 500 Index Call, 4,550, 15/10/2021	USD	(13,378)	(20)	—
S&P 500 Index Call, 4,550, 19/11/2021	USD	3,628,500	3,628	0.09
S&P 500 Index Put, 3,600, 19/11/2021	USD	192,279	192	—
S&P 500 Index Call, 4,600, 19/11/2021	USD	(35,559)	(37)	—
S&P 500 Index Call, 4,650, 19/11/2021	USD	(833,904)	(886)	(0.03)
S&P 500 Index Put, 4,350, 19/11/2021	USD	(1,754,730)	(1,781)	(0.05)
S&P 500 Index Call, 4,475, 17/12/2021	USD	12,034,056	12,034	0.31
S&P 500 Index Put, 3,500, 17/12/2021	USD	480,394	480	0.01
S&P 500 Index Put, 4,375, 17/12/2021	USD	(1,768,174)	(1,779)	(0.05)
S&P 500 Index Call, 4,525, 17/12/2021	USD	(8,562,458)	(8,648)	(0.23)
salesforce.com Put, 237.5, 15/10/2021	USD	(31)	—	—
salesforce.com Put, 265, 22/10/2021	USD	(290)	—	—
salesforce.com Put, 250, 29/10/2021	USD	(414)	(1)	—
salesforce.com Put, 270, 05/11/2021	USD	(3,560)	(6)	—
Tesla Call, 810, 15/10/2021	USD	(112,648)	(114)	—
Tesla Call, 870, 22/10/2021	USD	(31,064)	(32)	—
Tesla Call, 890, 29/10/2021	USD	(25,602)	(28)	—
Tesla Call, 880, 05/11/2021	USD	(43,353)	(47)	—
Texas Instruments Call, 205, 15/10/2021	USD	(41)	—	—
Texas Instruments Put, 200, 22/10/2021	USD	(22,976)	(28)	—
Texas Instruments Call, 205, 29/10/2021	USD	(2,691)	(3)	—
Texas Instruments Call, 210, 05/11/2021	USD	(1,325)	(2)	—
Union Pacific Call, 215, 29/10/2021	USD	(33,351)	(35)	—
Union Pacific Call, 230, 05/11/2021	USD	(6,581)	(8)	—
UnitedHealth Group Put, 405, 15/10/2021	USD	(35)	—	—
UnitedHealth Group Put, 395, 22/10/2021	USD	(548)	(3)	—
UnitedHealth Group Put, 385, 05/11/2021	USD	(2,179)	(5)	—
Verizon Communications Call, 56, 29/10/2021	USD	(372)	(1)	—
Verizon Communications Call, 55, 05/11/2021	USD	(1,302)	(1)	—
Visa Call, 232.5, 15/10/2021	USD	(151)	—	—
Visa Put, 220, 22/10/2021	USD	(1,688)	(2)	—
Visa Call, 240, 29/10/2021	USD	(7,931)	(9)	—
Visa Call, 245, 05/11/2021	USD	(4,834)	(5)	—
Walmart Call, 148, 22/10/2021	USD	(185)	—	—
Walmart Call, 146, 05/11/2021	USD	(1,852)	(2)	—
Walt Disney Put, 170, 15/10/2021	USD	(67)	—	—
Walt Disney Put, 170, 22/10/2021	USD	(1,737)	(2)	—
Walt Disney Put, 175, 29/10/2021	USD	(13,030)	(14)	—
Walt Disney Call, 190, 05/11/2021	USD	(2,928)	(3)	—
Wells Fargo Call, 50, 15/10/2021	USD	(186)	—	—
Wells Fargo Call, 52, 22/10/2021	USD	(1,116)	(1)	—
Wells Fargo Call, 51, 29/10/2021	USD	(4,091)	(5)	—
Wells Fargo Call, 52, 05/11/2021	USD	(3,719)	(5)	—
<b>Options total</b>			<b>5,873</b>	<b>0.15</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 15 October 2021

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Forward Currency Contracts (0.13)% ((0.27)%)</b>				
Buy CAD 203,500,000 sell EUR 137,962,828 dated 21/10/2021			3,310	0.09
Buy CAD 203,500,000 sell USD 161,933,294 dated 21/10/2021			1,993	0.05
Buy CHF 1,032,000 sell GBP 818,022 dated 21/10/2021			(6)	–
Buy DKK 5,133,000 sell GBP 586,640 dated 21/10/2021			(5)	–
Buy EUR 89,742,703 sell CAD 134,611,000 dated 21/10/2021			(3,468)	(0.09)
Buy EUR 55,765,000 sell GBP 47,814,398 dated 21/10/2021			(808)	(0.02)
Buy GBP 22,085,853 sell CHF 27,954,668 dated 21/10/2021			87	–
Buy GBP 9,316,771 sell DKK 80,910,000 dated 21/10/2021			150	–
Buy GBP 342,008,105 sell EUR 403,478,000 dated 21/10/2021			1,904	0.05
Buy GBP 19,701,090 sell JPY 3,013,103,528 dated 21/10/2021			515	0.01
Buy GBP 40,207,784 sell NOK 496,549,115 dated 21/10/2021			(2,679)	(0.07)
Buy GBP 1,077,890 sell PLN 5,808,000 dated 21/10/2021			5	–
Buy GBP 2,306,549 sell SEK 27,237,000 dated 21/10/2021			10	–
Buy GBP 9,036,460 sell SEK 107,817,000 dated 21/10/2021			(54)	–
Buy GBP 4,201,540 sell USD 5,780,000 dated 21/10/2021			4	–
Buy GBP 915,787,633 sell USD 1,268,238,505 dated 21/10/2021			(5,325)	(0.14)
Buy JPY 87,650,000 sell GBP 579,804 dated 21/10/2021			(22)	–
Buy NOK 16,489,000 sell GBP 1,391,889 dated 21/10/2021			32	–
Buy NOK 145,465,000 sell GBP 12,577,890 dated 21/10/2021			(14)	–
Buy NOK 2,404,596,000 sell SEK 2,344,826,503 dated 21/10/2021			9,988	0.26
Buy SAR 101,072,500 sell USD 25,000,000 dated 09/05/2022			1,395	0.04
Buy SAR 105,107,600 sell USD 26,000,000 dated 11/05/2022			1,449	0.04
Buy SAR 50,255,000 sell USD 12,500,000 dated 15/08/2022			639	0.02
Buy SAR 143,358,650 sell USD 36,500,000 dated 24/10/2022			1,203	0.03
Buy SEK 7,569,000 sell GBP 632,816 dated 21/10/2021			5	–
Buy SEK 1,463,517,257 sell NOK 1,464,710,000 dated 21/10/2021			(3,115)	(0.08)
Buy USD 160,096,000 sell BRL 877,012,264 dated 29/10/2021			(550)	(0.01)
Buy USD 106,103,655 sell CAD 134,601,000 dated 21/10/2021			(2,047)	(0.05)
Buy USD 23,075,000 sell GBP 16,944,522 dated 21/10/2021			(185)	–
Buy USD 213,052,000 sell KRW 254,040,654,088 dated 04/01/2022			(1,039)	(0.03)
Buy USD 25,000,000 sell SAR 101,072,500 dated 09/05/2022			(1,394)	(0.04)
Buy USD 26,000,000 sell SAR 105,107,600 dated 11/05/2022			(1,449)	(0.04)
Buy USD 12,500,000 sell SAR 50,255,000 dated 15/08/2022			(639)	(0.02)
Buy USD 36,500,000 sell SAR 143,358,650 dated 24/10/2022			(1,203)	(0.03)
Buy USD 26,787,112 sell TWD 743,255,000 dated 21/10/2021			176	–
Buy USD 160,096,000 sell ZAR 2,422,173,385 dated 29/10/2021			(3,900)	(0.10)
<b>Forward Currency Contracts total</b>			<b>(5,037)</b>	<b>(0.13)</b>
<b>Futures (0.59)% ((0.80)%)</b>				
EURO STOXX 50 Index 17/12/2021	EUR	(4749)	(3,587)	(0.10)
Hang Seng China Enterprises Index 28/10/2021	HKD	955	769	0.02
MSCI Emerging Markets Index 17/12/2021	USD	1712	627	0.02
MSCI World Index Equity Index 17/12/2021	USD	(2902)	2,753	0.07
Russell 2000 Emini Index 17/12/2021	USD	(2390)	(3,702)	(0.10)
S&P 500 Emini Index 17/12/2021	USD	(2191)	(8,475)	(0.22)
STOXX Europe 600 Equity Index 17/12/2021	EUR	(9972)	(4,330)	(0.11)
Xai E-mini Industrial Equity Index 17/12/2021	USD	2116	1,427	0.04
XAV Health Care Index 17/12/2021	USD	2053	(7,869)	(0.21)
<b>Futures total</b>			<b>(22,387)</b>	<b>(0.59)</b>
<b>Liquidity Funds 5.04% (0.00%)</b>				
Aviva Investors Sterling Liquidity Fund Class 9, Income shares, GBP <sup>†</sup>	GBP	192,100,000	192,100	5.04
<b>Liquidity Funds total</b>			<b>192,100</b>	<b>5.04</b>
Investment assets(including Investment liabilities)			3,410,076	89.47
Net other assets			401,385	10.53
<b>Net assets</b>			<b>3,811,461</b>	<b>100.00</b>

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

The comparative percentage figures in brackets are as at 15 October 2020.

<sup>†</sup> A related party to the Fund.

## STATEMENT OF TOTAL RETURN

For the year ended 15 October 2021

	Notes	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
Income					
Net capital gains/(losses)	2		171,196		(25,496)
Revenue	3	43,139		72,405	
Expenses	4	(25,198)		(26,220)	
Net revenue before taxation		17,941		46,185	
Taxation	5	(2,387)		(7,973)	
Net revenue after taxation			15,554		38,212
<b>Total return before distributions</b>			<b>186,750</b>		<b>12,716</b>
Distributions	6		(15,554)		(38,218)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>171,196</b>		<b>(25,502)</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 15 October 2021

	£000	Year ended 15.10.21 £000	£000	Year ended 15.10.20 £000
<b>Opening net assets attributable to shareholders</b>		<b>3,365,088</b>		<b>4,276,814</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	736,866		104,730	
Amounts payable on cancellation of shares	(479,611)		(1,025,993)	
		257,255		(921,263)
Dilution adjustment		2,023		2,316
Change in net assets attributable to shareholders from investment activities (see above)		171,196		(25,502)
Retained distribution on accumulation shares		15,899		32,723
<b>Closing net assets attributable to shareholders</b>		<b>3,811,461</b>		<b>3,365,088</b>

## BALANCE SHEET

As at 15 October 2021

	Notes	As at 15.10.21 £000	As at 15.10.20 £000
<b>Assets:</b>			
Investments	7	3,524,496	3,074,480
<b>Current assets:</b>			
Debtors	8	257,051	8,791
Cash and bank balances	9	573,229	441,311
<b>Total assets</b>		<b>4,354,776</b>	<b>3,524,582</b>
<b>Liabilities:</b>			
Investment liabilities	7	(114,420)	(134,970)
Provisions for liabilities	10	–	(11)
<b>Creditors:</b>			
Bank overdrafts		(146)	–
Other creditors	11	(428,749)	(24,513)
<b>Total liabilities</b>		<b>(543,315)</b>	<b>(159,494)</b>
<b>Net assets attributable to shareholders</b>		<b>3,811,461</b>	<b>3,365,088</b>



## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 to 8 for accounting basis and policies.

### 2 Net capital gains/(losses)

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net capital gains/(losses) on investment during the year comprise:</b>		
Compensation items	49	–
Currency (losses)/gains	(4,742)	2,622
Derivative contracts (losses)/gains	(112,852)	21,170
Forward currency contracts gains/(losses)	115,835	(109,145)
Non-derivative securities gains	172,906	59,857
<b>Net capital gains/(losses)</b>	<b>171,196</b>	<b>(25,496)</b>

### 3 Revenue

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Bank and deposit interest	570	2,647
Interest on debt securities	3,131	42,302
Income from derivatives	16,893	8,967
Overseas dividends	20,406	17,113
Property income distributions	–	74
Revenue from offshore funds	147	–
Scrip dividends	1	–
UK dividends	1,991	1,302
<b>Total revenue</b>	<b>43,139</b>	<b>72,405</b>

### 4 Expenses

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Payable to the Authorised Corporate Director ("ACD"), associates of the ACD or agents of either of them:</b>		
Fund Management Fee	23,986	25,062
<b>Payable to the Depositary, associates of the Depositary or agents of either of them:</b>		
Interest payable	1,212	1,158
<b>Total expenses</b>	<b>25,198</b>	<b>26,220</b>

The audit fee was £18,893 (2020: £18,166) net of VAT. The audit fee forms part of the FMF.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**5 Taxation****a Analysis of tax charge**

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Corporation tax	–	5,626
Adjustments	–	(42)
Overseas tax suffered	2,398	2,382
<b>Total current tax (see note 5b)</b>	<b>2,398</b>	<b>7,966</b>
Deferred tax (see note 5c)	(11)	7
<b>Total tax for the year</b>	<b>2,387</b>	<b>7,973</b>

**b Factors affecting current tax charge**

The tax assessed for the year is lower (2020: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2020: 20%).

The differences are explained below:

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
<b>Net revenue before taxation</b>	<b>17,941</b>	<b>46,185</b>
Corporation tax at 20%	3,588	9,237
<b>Effects of:</b>		
Adjustments	–	(42)
Deferred tax	(11)	7
Double tax relief	–	(133)
Movement in excess management expenses	808	–
Overseas dividends not subject to corporation tax	(4,004)	(3,205)
Overseas tax suffered	2,393	2,382
Revenue taxable in different periods	11	(6)
UK dividends not subject to corporation tax	(398)	(267)
<b>Current tax charge (see note 5a)</b>	<b>2,387</b>	<b>7,973</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2020: £nil).

	Year ended 15.10.21 £000	Year ended 15.10.20 £000
Provision at the start of the year	11	4
Movement in deferred tax for the year (Note 5(a))	(11)	7
<b>Provision at the end of the year</b>	<b>–</b>	<b>11</b>

At the balance sheet date, there is a potential deferred tax asset of £808,119 (2020: nil) in respect of unutilised management expenses of £4,040,594 (2020: nil). It is unlikely the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year or prior year.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 6 Distributions

	Year ended 15.10.21 £000	Year ended 15.10.20 £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	15,899	32,723
	15,899	32,723
Add: Revenue deducted on cancellation of shares	1,131	6,028
Deduct: Revenue received on issue of shares	(1,476)	(533)
<b>Total distributions</b>	<b>15,554</b>	<b>38,218</b>
<b>Reconciliations of distributions for the year to net revenue after taxation</b>		
Distributions for the year	15,554	38,218
Equalisation on conversions	–	(6)
Undistributed revenue brought forward	(2)	(2)
Undistributed revenue carried forward	2	2
<b>Net revenue after taxation</b>	<b>15,554</b>	<b>38,212</b>

Details of the distributions per share are set out in the distribution table on page 471.

## 7 Fair value hierarchy

Valuation technique	As at 15.10.21		As at 15.10.20	
	Assets at £000	Liabilities at £000	Assets at £000	Liabilities at £000
Level 1: Quoted prices	1,415,771	(65,688)	1,702,402	(79,583)
Level 2: Observable market data	2,108,725	(48,732)	1,372,078	(55,387)
<b>Total value</b>	<b>3,524,496</b>	<b>(114,420)</b>	<b>3,074,480</b>	<b>(134,970)</b>

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 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.

## 8 Debtors

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued revenue	1,023	4,421
Amounts receivable on issue of shares	15,788	364
Corporation tax recoverable	1,555	868
Overseas tax recoverable	621	546
Sales awaiting settlement	238,064	2,592
<b>Total debtors</b>	<b>257,051</b>	<b>8,791</b>

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**9 Cash and bank balances**

	As at 15.10.21 £000	As at 15.10.20 £000
Amounts held at futures clearing house and brokers	198,033	146,828
Cash and bank balances	375,196	294,483
<b>Total cash and bank balances</b>	<b>573,229</b>	<b>441,311</b>

**10 Provisions for liabilities**

	As at 15.10.21 £000	As at 15.10.20 £000
Deferred taxation	–	11
<b>Total provisions for liabilities</b>	<b>–</b>	<b>11</b>

**11 Other creditors**

	As at 15.10.21 £000	As at 15.10.20 £000
Accrued expenses	3,004	2,860
Amounts payable for cancellation of shares	137,303	821
Derivative income payable	310	183
Purchases awaiting settlement	288,132	20,649
<b>Total other creditors</b>	<b>428,749</b>	<b>24,513</b>

**12 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2020: £nil).

**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 to the ACD at the year end in respect of Fund Management Fee was £3,004,045 (2020: £2,860,410). 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 £12,836,944 (2020: £22,432,317). The amount outstanding at the year end was £12,836,944 (2020: £22,432,317). 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.

Any investments managed and advised by Aviva Investors Global Services Limited or associated with the Aviva Group are identified on the portfolio statement.

The total purchases and sales on these investments during the year amounted to £480,200,000 (2020: £nil) and £288,100,000 (2020: £nil) respectively. The income received during the year amounted to £146,983 (2020: £nil).

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

	Holdings at 15.10.21 (shares)	Movement (shares)	Holdings at 15.10.20 (shares)
ACD and related parties (Class 2 Accumulation shares)	16,736,125	(2,990,669)	19,726,794
ACD and related parties (Class 3 Accumulation shares)	2,329,595,658	408,638,868	1,920,956,790
ACD and related parties (Class 9 Accumulation shares)	21,844,099	(3,718,275)	25,562,374

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

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 14 Shareholder funds

The Fund currently has five share classes: Class 1 (Retail), Classes 2 and 5 (Institutional) and Classes 3 and 9 (Associated undertakings of Aviva Plc). The Fund Management Fees are as follows:

Class 1:	1.05%
Class 2:	0.85%
Class 3:	0.59%
Class 5:	0.70%
Class 9:	0.80%

The net asset value of the share class, the net asset value per share and the number of shares in the class are shown on pages 442 and 443. The distributions per share are given in the distribution tables on page 471. All the share classes have the same rights on winding up.

### 15 Shares in issue reconciliation

	Number of shares in issue at 15.10.20	Number of shares issued	Number of shares cancelled	Number of shares converted	Number of shares in issue at 15.10.21
Class 1 Accumulation shares	760,289	1,405,265	(126,388)	–	2,039,166
Class 2 Accumulation shares	393,055,587	20,534,004	(118,379,543)	99,740	295,309,788
Class 3 Accumulation shares	1,920,956,790	571,197,286	(162,558,418)	–	2,329,595,658
Class 5 Accumulation shares	661,369,335	36,785,898	(130,384,488)	(93,386)	567,677,359
Class 9 Accumulation shares	25,562,374	1,212,618	(4,926,259)	(4,634)	21,844,099

### 16 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on pages 7 and 8.

#### 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 (2020: £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 15 October 2021 was as follows:

	15.10.21 %	15.10.20 %
As at 15 October, the company's value at risk is		
During the financial year, the highest utilisation of value at risk was	6.02	5.19
During the financial year, the average utilisation of value at risk was	3.74	3.01
During the financial year, the lowest utilisation of value at risk was	2.17	1.11

#### Leverage

Average leverage is calculated as the sum of the gross 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.

At the year end date the average leverage was 370% (2020: 396%).

#### Market price risk

At the year end date, 89.47% (2020: 87.35%) 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 8.94% (2020: 8.74%).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 17 Counterparty exposure and collateral

## Financial derivative exposure

The types of derivatives held at the year end date were forward currency contracts, futures contracts, credit default swaps, interest rate swaps, total return swaps, inflation linked swaps, option contracts and equity variance swap. Details of individual contracts are disclosed in the Portfolio Statement and the total position by counterparty at the year end date was as follows:

	Forward currency contracts £000	Future contracts £000	Credit Return swaps £000	Total Return swaps £000	Interest rate swaps £000	Inflation linked swaps £000	Option contracts £000	Equity Variance Swap £000	Cash collateral held £000	Total £000
<b>15.10.21</b>										
Barclays	(2,970)	5,576	–	–	–	–	43,598	8,302	–	54,506
BNP Paribas	(165)	–	–	–	–	–	–	–	–	(165)
Canadian Imperial Bank of Commerce	(2,460)	–	–	–	–	–	–	–	–	(2,460)
Citibank	(1,319)	–	–	–	–	–	–	–	–	(1,319)
Goldman Sachs	(1,215)	–	–	–	–	–	–	–	1,160	(55)
HSBC	(28)	–	–	–	–	–	–	–	–	(28)
J.P. Morgan	(1,701)	–	7,387	–	20,193	–	–	–	–	25,879
Merrill Lynch	(425)	–	–	93	–	–	–	4,554	1,889	6,111
Morgan Stanley	(3,623)	–	–	–	–	–	–	–	–	(3,623)
Royal Bank of Scotland	(990)	–	–	–	–	–	–	–	–	(990)
Société Générale	(378)	–	–	–	–	–	–	8,279	4,960	12,861
Standard Chartered	829	–	–	–	–	–	–	–	–	829
UBS	9,408	–	–	2	–	–	–	–	10,138	19,548
<b>Total</b>	<b>(5,037)</b>	<b>5,576</b>	<b>7,387</b>	<b>95</b>	<b>20,193</b>	<b>–</b>	<b>43,598</b>	<b>21,135</b>	<b>18,147</b>	<b>111,094</b>

	Forward currency contracts £000	Future contracts £000	Credit Return swaps £000	Total Return swaps £000	Interest rate swaps £000	Inflation linked swaps £000	Option contracts £000	Equity Variance Swap £000	Cash collateral held £000	Total £000
<b>15.10.20</b>										
Barclays	437	9,760	–	–	–	–	44,391	–	–	54,588
BNP Paribas	(5,642)	–	–	–	–	–	–	609	473	(4,560)
Canadian Imperial Bank of Commerce	(2,266)	–	–	–	–	–	–	–	–	(2,266)
Citibank	(1,142)	–	–	–	–	–	–	–	–	(1,142)
Goldman Sachs	780	–	–	–	–	–	–	–	7,530	8,310
HSBC	(2,423)	–	–	–	–	–	–	–	228	(2,195)
J.P. Morgan	14,505	–	54,180	–	3,014	8,727	–	–	135	80,561
Merrill Lynch	(3,153)	–	–	3,229	–	–	–	–	–	76
Natwest	–	–	–	–	–	–	–	–	3,278	3,278
Royal Bank of Canada	2,381	–	–	–	–	–	–	–	1,740	4,121
Royal Bank of Scotland	2,726	–	–	–	–	–	–	–	–	2,726
Société Générale	(3,861)	–	–	7,097	–	–	–	–	4,610	7,846
Standard Chartered	(6,875)	–	–	–	–	–	–	–	7,052	177
UBS	(4,615)	–	–	–	–	–	–	–	–	(4,615)
<b>Total</b>	<b>(9,148)</b>	<b>9,760</b>	<b>54,180</b>	<b>10,326</b>	<b>3,014</b>	<b>8,727</b>	<b>44,391</b>	<b>609</b>	<b>25,046</b>	<b>146,905</b>

The counterparty exposure on forward currency contracts is reported at their mark to market values but for futures contracts, total return swaps, interest rate swaps, inflation linked swaps, option contracts and equity variance swap it is only the positive mark to market values that are reported.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**18 Debt security credit analysis**

	Market value £000		Total net assets %	
	15.10.21	15.10.20	15.10.21	15.10.20
Investment grade securities	–	30,099	–	0.88
Below investment grade securities	–	193,062	–	5.75
Unrated securities	48	3,120	–	0.09
<b>Total debt securities</b>	<b>48</b>	<b>226,281</b>	<b>–</b>	<b>6.72</b>

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

**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.

	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>15.10.21</b>						
<b>Purchases (excluding Inspecie &amp; Corporate Action activity)</b>						
Bonds	(120,824,007)	–	–	(120,824,007)	0.00%	0.00%
Equities	(1,877,765)	(453)	(1,648)	(1,879,866)	0.02%	0.09%
Funds	(275,917)	–	–	(275,917)	0.00%	0.00%
Others	(4,088,264)	–	–	(4,088,264)	0.00%	0.00%
<b>Purchases (including corporate action activity only)</b>						
Bonds	(160)	–	–	(160)	0.00%	0.00%
	(127,066,113)	(453)	(1,648)	(127,068,214)		
<b>Sales (excluding Inspecie &amp; Corporate Action activity)</b>						
Bonds	121,098,332	–	–	121,098,332	0.00%	0.00%
Equities	2,492,424	(396)	(306)	2,491,722	0.02%	0.01%
Funds	143,379	–	–	143,379	0.00%	0.00%
Others	3,210,500	–	–	3,210,500	0.00%	0.00%
	126,944,635	(396)	(306)	126,943,933		
<b>Derivative purchases and sales</b>		(2,321)	(4)			
<b>Total</b>		(3,170)	(1,958)			
<b>Percentage of Fund average net assets</b>		0.09%	0.05%			

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 19 Direct transaction costs (continued)

15.10.20	Principal before costs £000	Commissions £000	Taxes £000	Total after costs £000	Commissions as % of principal	Taxes as % of principal
<b>Purchases (excluding Inspecie &amp; Corporate Action activity)</b>						
Bonds	(22,676,146)	–	–	(22,676,146)	0.00%	0.00%
Equities	(2,965,038)	(401)	(2,305)	(2,967,744)	0.01%	0.08%
Funds	(146,531)	–	–	(146,531)	0.00%	0.00%
<b>Purchases (including corporate action activity only)</b>						
Equities	(166)	–	–	(166)	0.00%	0.00%
	(25,787,881)	(401)	(2,305)	(25,790,587)		
<b>Sales (excluding Inspecie &amp; Corporate Action activity)</b>						
Bonds	24,502,810	–	–	24,502,810	0.00%	0.00%
Equities	2,048,185	(257)	(289)	2,047,639	0.01%	0.01%
Funds	27,405	–	–	27,405	0.00%	0.00%
	26,578,400	(257)	(289)	26,577,854		
<b>Derivative purchases and sales</b>						
		(2,266)	(7)			
<b>Total</b>						
		(2,924)	(2,601)			
<b>Percentage of Fund average net assets</b>						
		0.07%	0.07%			

## Dealing spread

As at 15 October 2021, the average portfolio dealing spread was 0.03% (2020: 0.07%). 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.

## 20 Post balance sheet events

As a result of market movements and foreign exchange rates, since the balance sheet date on 15 October 2021, the price of each share class has changed as follows:

Share Class	Share Price in class currency 15.10.21	Share Price in class currency 10.02.22	Increase/(Decrease) %
Class 1 Accumulation	114.75	116.03	1.12
Class 2 Accumulation	116.44	117.81	1.18
Class 3 Accumulation	118.77	120.28	1.27
Class 5 Accumulation	118.68	120.14	1.23
Class 9 Accumulation	116.71	118.11	1.20

The impact on the net asset value of the Fund is also shown below:

Share Class	Net Asset Value (£) 15.10.21	Net Subscription/ (Redemption) (£)	Market Movements (£)	Net Asset Value (£) 10.02.22
Class 1 Accumulation	2,339,412	(98,750)	23,758	2,264,420
Class 2 Accumulation	343,768,359	(96,326,306)	3,202,110	250,644,163
Class 3 Accumulation	2,766,311,496	(15,294,029)	35,523,249	2,786,540,716
Class 5 Accumulation	673,553,353	(75,190,426)	6,751,815	605,114,742
Class 9 Accumulation	25,488,510	(536,680)	307,678	25,259,508
<b>Total</b>	<b>3,811,461,130</b>	<b>(187,446,191)</b>	<b>45,808,610</b>	<b>3,669,823,549</b>



## DISTRIBUTION TABLE

## Final distribution payable in pence per share for the year ended 15 October 2021

Income shares		Net revenue	Equalisation	Final distribution payable 15 December 2021	Final distribution paid 15 December 2020
Class 1 Accumulation shares	Group 1	0.0000	–	0.0000	0.6693
	Group 2	0.0000	0.0000	0.0000	0.6693
Class 2 Accumulation shares	Group 1	0.2399	–	0.2399	0.8975
	Group 2	0.0734	0.1665	0.2399	0.8975
Class 3 Accumulation shares	Group 1	0.5465	–	0.5465	1.1460
	Group 2	0.3056	0.2409	0.5465	1.1460
Class 5 Accumulation shares	Group 1	0.4217	–	0.4217	1.0486
	Group 2	0.2302	0.1915	0.4217	1.0486
Class 9 Accumulation shares	Group 1	0.3001	–	0.3001	0.9432
	Group 2	0.1066	0.1935	0.3001	0.9432

**Final distribution**

Group 1 shares are those shares purchased at or before 12:00 noon on 15 October 2020.

Group 2 shares are those shares purchased after 12:00 noon on 15 October 2020.

**Equalisation**

Equalisation applies only to Group 2 shares, in other words shares purchased during the relevant 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.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

As defined in Article 3 of Regulation (EU) 2015/2365, Securities Financing Transactions ("SFT's") include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions. The only Fund impacted by this regulation is the Aviva Investors Multi-Strategy Target Return Fund. Whilst the Fund does not engage in such SFT's, it does engage in Total Return Swaps ("TRS") therefore, in accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to TRS for the accounting year ended 15 October 2021 are detailed below.

### Amount of assets engaged in TRS

The following table represents the fair value of assets engaged in TRS as at the balance sheet date:

	Value £000	% of AUM
TRS	5,913	0.14%

### TEN LARGEST COLLATERAL ISSUERS

All collateral received or pledged in relation to TRS positions is in the form of cash. As a result of this there is no requirement to list the top 10 non-cash collateral issuers.

### Counterparties

The following table provides details of the top ten counterparties, their country of incorporation and the gross volume of outstanding transactions (underlying exposure per counterparty, on a gross absolute basis), in respect of TRS, as at the balance sheet date.

Counterparty	Country of incorporation	Value £000
Barclays	United Kingdom	41,704
Merrill Lynch	United States	61,898
Morgan Stanley	United States	247,897
Société Générale	France	90,124
UBS	Switzerland	150,088

### Type and quality of collateral

All collateral received £16,986,988 and provided £nil by the Fund in respect of OTC ("Over The Counter") derivatives (including TRS) with the counterparties noted (Societe Generale, Merrill lynch and UBS) as at the balance sheet date is in the form of cash and is therefore open maturity.

### Currency of collateral

The following table provide an analysis of the currency profile of collateral received and provided in respect of OTC derivatives (including TRS) with the counterparties noted (Société Générale) as at the balance sheet date.

	Collateral Received	Value £000
Currency		
EUR		10,138
GBP		6,849
		16,987

### Maturity tenor of TRS

The following table provides an analysis of the maturity tenor of open TRS positions as at the balance sheet date.

	Value £000
Maturity	
Open maturity	3,047
3 to 12 months	2,866
	5,913

The above maturity tenor analysis has been based on the contractual maturity date of the relevant TRS.

## SECURITIES FINANCING TRANSACTIONS (UNAUDITED)

### Settlement and clearing

OTC derivative transactions are entered into by the Fund under an International Swaps and Derivatives Associations, Inc. Master Agreement ("ISDA Master Agreement") or similar agreement. An ISDA Master Agreement is a bilateral agreement between the Fund and a counterparty that governs OTC derivative transactions (including TRS) entered into by the parties. All OTC derivative transactions entered under an ISDA Master agreement are netted together for collateral purposes, therefore any collateral disclosures provided in this report are in respect of all OTC derivative transactions entered into by the Fund with the applicable TRS counterparties under the ISDA Master agreement, not just TRS.

### Share of collateral received that is reused and reinvestment return

As at the balance sheet date, all cash collateral received in respect of OTC derivative transactions (including TRS) with the counterparty was re-invested in other instruments in accordance with Prospectus provisions. Returns generated by the Fund from the reinvestment of cash collateral, net of any interest payable to the relevant counterparty, for the period ended 15 October 21 is included in Note 2 to the financial statements for the Aviva Investors Multi-Strategy Target Return Fund.

### Safekeeping of collateral

All collateral received and provided by the Fund in respect of OTC derivative transactions as at the reporting date is cash.

### Return and cost

All returns from TRS will accrue to the Fund and are not subject to any return sharing arrangements with the Authorised Fund Manager, Investment Manager or any other third parties. Returns from those instruments are disclosed in Note 2 and Note 3 to the financial statements for the Aviva Investors Multi-Strategy Target Return Fund.

## STATEMENT OF THE AUTHORISED CORPORATE DIRECTOR'S RESPONSIBILITIES

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

In preparing the financial statements the ACD is required to:

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

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

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

## AUTHORISED CORPORATE DIRECTOR'S STATEMENT

We hereby approve the Report and Financial Statements of Aviva Investors Investment Funds ICVC for the year ended 15 October 2021 on behalf of Aviva Investors UK Fund Services Limited in accordance with the requirements of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority.



I Buckle  
Director  
18 February 2022

## STATEMENT OF THE DEPOSITARY'S RESPONSIBILITIES AND DEPOSITARY'S REPORT TO THE SHAREHOLDERS

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.

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

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

J.P. Morgan Europe Limited  
London  
18 February 2022

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

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

### OPINION

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

- give a true and fair view of the financial position of each of the sub-funds as at 15 October 2021 and of the net revenue and the net capital gains/losses on the scheme property of 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 Investment Funds ICVC is an Open Ended Investment Company ('OEIC') with 21 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, which comprise: the balance sheets as at 15 October 2021; the statements of total return and the statements of change in net assets attributable to shareholders for the year then ended; the distribution tables; the accounting policies (in 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 – FINANCIAL STATEMENTS OF SUB-FUNDS PREPARED ON A BASIS OTHER THAN GOING CONCERN

In forming our opinion on the financial statements, which is not modified, we draw attention to Accounting policy (a) Basis of Accounting which describes the Authorised Corporate Director's reasons why the financial statements for the Aviva Investors Global Emerging Markets Equity Unconstrained Fund, Aviva Investors Global Equity Unconstrained Fund and Aviva Investors Sustainable Income & Growth Fund (the 'terminating sub-funds'), sub-funds of the Aviva Investors Investment Funds ICVC, have been prepared on a basis other than going concern. The financial statements of the remaining sub-funds of the Company (the "continuing sub-funds") have been prepared on a going concern basis.

### CONCLUSIONS RELATING TO GOING CONCERN

In respect of the Company as a whole and the continuing sub-funds, based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's or any of its continuing sub-funds' ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

With the exception of the terminating sub-funds, in auditing the financial statements, we have concluded that the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Company's or its continuing sub-funds' ability to continue as a going concern.

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

### 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.

Based on our work undertaken in the course of the audit, the Collective Investment Schemes sourcebook requires us also to report certain opinions as described below.

### 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 INVESTMENT 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 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 any sub-fund of the Company. 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](http://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  
18 February 2022

## GENERAL INFORMATION

Investments in Aviva Investors Investment 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](http://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 Manager and should not be relied upon as indicating any guarantee of return from investment in the funds.

The performance figure given for each fund (source: Aviva Investors) is based on midday values (with the exception of Aviva Investors UK Index Tracking Fund which is based on 5 p.m values and Aviva Investors Multi-Strategy Target Return Fund which is based on 11:59 p.m values). The performance figure given for each comparative index (source: Lipper) is based on close of business values. Hence any over/under performance may be adversely or favourably affected by this time difference.

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

### **Publication of Prices**

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



## VALUE ASSESSMENT

Value Assessments for the Aviva Investors Investment Funds ICVC can now be found at [www.avivainvestors.com/value-assessments](http://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 2020, 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:	£1.4m	£1.3m
Of which, Fixed Remuneration:	31%	37%
Variable Remuneration:	63%	58%
Pension/Benefits:	6%	5%
Number of Code staff:	21	25

