

# AVIVA INVESTORS PORTFOLIO FUNDS ICVC

## Interim Short Report

For the six months ended 31 August 2016



---

## CONTENTS

Aviva Investors Multi-Manager Flexible Fund	2
Aviva Investors Multi-Manager 40-85% Shares Fund	8
Aviva Investors Multi-Manager 20-60% Shares Fund	16
Aviva Investors Multi-asset Fund I	24
Aviva Investors Multi-asset Fund II	32
Aviva Investors Multi-asset Fund III	40
Aviva Investors Multi-asset Fund IV	48
Aviva Investors Multi-asset Fund V	56
Other Information	64
Company Information	66

# AVIVA INVESTORS MULTI-MANAGER FLEXIBLE FUND

## INVESTMENT OBJECTIVE

The Fund aims to provide long-term capital growth by investing in other eligible Collective Investment Schemes (the Target Funds).

## INVESTMENT POLICY

Investment will be made in shares or units of the Target Funds, which invest in any geographical area or industry sector. Investments may also be made in derivatives for hedging purposes. The Fund will normally be invested in Target Funds whose objectives are equity investment. The Target Funds may however also invest in bonds, Property Securities, and money market instruments.

## RISK PROFILE

The Fund invests in other collective investment schemes and exchange traded funds (ETFs) and by doing so assumes any specific risks associated with the schemes or funds. ETFs may have exposure to derivative instruments and therefore expose the Fund to counterparty default risk.

The Fund has exposure to UK and overseas equities and fixed interest securities. Changes in exchange rates, interest rates and the credit ratings of companies issuing bonds may affect the performance of the Fund. The Fund has exposure to investments in countries deemed to be emerging markets that are usually considered to carry a greater degree of risk than investments in established markets. The solvency of organisations in which the Fund has exposure to can change and this can affect the Fund's capital.

## FUND MANAGER'S REPORT

Over the six months ended 31 August 2016, the Fund returned 15.47 per cent\* as equities and bonds both contributed to performance. The Fund's Investment Association peer group generated a median (average) return of 13.10 per cent.

Global equities enjoyed strong performance over the review period. The MSCI World Index returned 12.0 per cent in local terms, which translated into a gain of 20.8 per cent in sterling, as the market welcomed an easing of worries about the Chinese economy, a recovery in the price of commodities and the extension of economic stimulus policies by central banks in the UK, Europe and Japan. The performance boost for sterling investors was a function of a sharp depreciation of the pound after the UK voted to leave the EU in the June referendum.

One of the main concerns hanging over the markets during the period was the possible political and economic consequences of a 'Brexit'. In the event, the UK's decision to leave triggered only a short burst of market turbulence followed by a sharp rise in both stocks and bonds in response to the promise of further monetary support from the central banks.

The strongest returns were posted by emerging markets as confidence in their economic performance continued to build. However, Japanese stocks lost traction as investors began to lose faith in the effectiveness of the government's reflationary policies.

## AVIVA INVESTORS MULTI-MANAGER FLEXIBLE FUND (CONTINUED)

### **FUND MANAGER'S REPORT (CONTINUED)**

Corporate bonds posted attractive returns as prices were driven higher by the strength of the underlying government bond market. Although the lacklustre performance of the UK economy caused performance to be disappointing early in the period, investors' increasingly desperate hunt for yield, combined with the announcement by the Bank of England that corporate bonds were to be included in its relaunched asset purchase programme, helped drive a recovery.

### **Outlook**

We are less bullish on equities than six months ago given the uncertainty hanging over markets in the wake of the 'Brexit' vote. Having said that, we like US and emerging equities. The strength of the US economy, a weaker dollar and the prospect of less monetary tightening in the US should support stocks in both regions. By contrast UK stocks look unappealing given the degree of uncertainty hanging over the domestic economy.

As for bond markets, while yields are unattractive, safe-haven demand will continue to support prices. Within corporate markets, we believe less-highly-rated segments, such as high-yield and emerging-market debt, are likely to outperform as the drop in sovereign yields encourages investors to hunt for a pick-up in yield.

September 2016

\* Fund performance figures – share class 1, source Lipper, net of fees, net income reinvested in GBP, as at 31 August 2016.

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

## FUND FACTS

Accounting dates	Ex-dividend dates	Distribution dates
28 February	29 February/1 March	30 April
31 August	1 September	31 October

### Ongoing Charges Figure\*

	31.08.16	28.02.16
Share Class 1	2.30%	2.40%
Share Class 2	1.55%	1.64%
Share Class 3	1.30%	1.39%

\* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF includes a synthetic element of 0.65% (28.02.16: 0.75%) in respect of the underlying investments.

### Revenue Distributions

Interim distribution for the six months ended 31 August 2016.

	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 1 (Acc)	0.0000	0.0000
Share Class 2 (Acc)	0.2100	0.4144
Share Class 3	0.4645	0.7240

### Net Asset Value\*<sup>1</sup>

	Pence per share 31.08.16	Pence per share 28.02.16	Change
Share Class 1 (Acc)	79.25	68.63	15.47%
Share Class 2 (Acc)	127.40	109.91	15.91%
Share Class 3	163.87	141.59	15.74%
	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 1 (Acc)	68.63	72.66	(5.55)%
Share Class 2 (Acc)	109.91	115.48	(4.82)%
Share Class 3	141.59	149.49	(5.28)%
	<b>28.02.15</b>	<b>28.02.14</b>	<b>Change</b>
Share Class 1 (Acc)	72.66	65.06	11.68%
Share Class 2 (Acc)	115.48	102.62	12.53%
Share Class 3	149.49	133.53	11.95%
	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 1 (Acc)	65.06	60.16	8.14%
Share Class 2 (Acc)	102.62	94.18	8.96%
Share Class 3	133.53	122.90	8.65%

\* Valued at bid market prices.

<sup>1</sup> The net asset value of income shares will exclude any income paid/payable to investors.

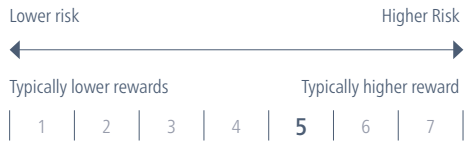
**Total Return**

	Fund <sup>1</sup>	IA Flexible Investment <sup>2</sup>
Share Class 1	15.47%	13.10%
Share Class 2	15.92%	13.10%
Share Class 3	16.06%	13.10%

<sup>1</sup> Source: Aviva Investors (based on 9am values) six months ending 31 August 2016.

<sup>2</sup> Source: Lipper (based on close of business values) six months ending 31 August 2016.

**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.
- An investment in shares of other funds will assume any specific risks associated with those funds. Unregulated funds carry higher risk as they have less rules governing them.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

**Top Ten Holdings****31.08.16**

Aviva Investors US Equity MoM 1 Fund Class 2, Income shares	21.38%
Wellington US Research Equity Fund USD Class S Accumulating Unhedged	17.45%
Aviva Investors EM Equity MoM 1 Fund Class 2, Income shares	8.62%
Hermes Global High Yield Bond Fund Class F E Acc. Hedged Shares	7.21%
BlackRock Emerging Markets Local Currency Bond Fund Class A2 USD	6.98%
BlackRock European Dynamic Fund Class FD Accumulating GBP	6.87%
Invesco Perpetual European Equity Income Fund Accumulation (No Trail) share class	6.84%
Artemis Income Fund Class R Distribution Units	5.79%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	3.95%
Man GLG Japan CoreAlpha Equity Fund Class I H GBP Shares	3.40%

**Top Ten Holdings****28.02.16**

Wellington US Research Equity Fund USD Class S Accumulating Unhedged	16.01%
Aviva Investors US Equity MoM 1 Fund Class 2, Income shares	15.93%
Invesco Perpetual European Equity Income Fund Class Accumulation (No Trail) share class	10.52%
BlackRock European Dynamic Fund Class FD Accumulation GBP	10.49%
Man GLG Japan CoreAlpha Fund Class Professional Accumulation Shares (Class C)	5.36%
Man GLG Japan CoreAlpha Equity Class I H GBP Shares	5.33%
Hermes Global High Yield Bond Fund Class F E Acc. Hedged Shares	5.26%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	5.18%
BGF Emerging Markets Local Currency Bond Fund Class A2 USD	4.97%
Aviva Investors EM Equity MoM 1 Fund Class 2, Income shares	4.32%

**Portfolio Breakdown**

	31.08.16	28.02.16
North America	42.15%	31.05%
Developed Europe – Excl UK	16.93%	23.78%
Japan	7.03%	10.53%
United Kingdom	6.43%	5.53%
Emerging Asia	5.72%	7.01%
Cash and Equivalents	4.01%	2.42%
Alternative Trading Strategies	3.95%	5.11%
South & Central America	3.82%	2.12%
Managed Fund	2.34%	5.29%
Emerging Europe	2.22%	0.00%
Other Countries/Sectors	5.09%	6.54%
Total Investments	99.69%	99.38%
Net Other Assets	0.31%	0.62%
Net Assets	100.00%	100.00%

The above portfolio breakdown details the geographical/sector exposure of the underlying portfolio of the Collective Investment Scheme (CIS) that the Fund is invested in as opposed to the domicile of the CIS.



## Share Price Record

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1 (Acc)	2014	66.26	58.61
	2015	72.82	62.63
	2016	77.45	64.13
	2017**	80.57	69.13
Class 2 (Acc)	2014	104.43	91.97
	2015	115.73	99.26
	2016	123.21	102.67
	2017**	129.47	110.72
Class 3	2014	136.57	120.10
	2015	150.30	128.80
	2016	159.58	132.55
	2017**	166.99	142.65

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

## Revenue Record

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1 (Acc)	2014	0.0000	0.00
	2015	0.0000	0.00
	2016	0.0000	0.00
	2017*	0.0000	0.00
Class 2 (Acc)	2014	0.3302	3.50
	2015	0.5707	6.05
	2016	0.5190	5.50
	2017*	0.2100	2.23
Class 3	2014	0.7103	5.76
	2015	1.0902	8.84
	2016	1.0374	8.41
	2017*	0.4645	3.77

\* Up to 31 October 2016 (the interim distribution payment date).

## Calendar Year Performance

Total Return	Fund <sup>3</sup>	IA Flexible
	%	Investment <sup>4</sup>
		%
2013		
Share Class 1 (Acc)	15.85	15.37
Share Class 2 (Acc)	16.75	15.37
Share Class 3	17.01	15.37
2014		
Share Class 1 (Acc)	7.70	4.89
Share Class 2 (Acc)	8.52	4.89
Share Class 3	8.78	4.89
2015		
Share Class 1 (Acc)	2.19	2.25
Share Class 2 (Acc)	2.97	2.25
Share Class 3	3.22	2.25
2016*		
Share Class 1 (Acc)	10.48	9.59
Share Class 2 (Acc)	11.03	9.59
Share Class 3	11.21	9.59

<sup>3</sup> Source: Aviva Investors (based on 9am values).

<sup>4</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

The value of an investment in the Aviva Investors Multi-Manager Flexible Fund and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS MULTI-MANAGER 40-85% SHARES FUND

## INVESTMENT OBJECTIVE

The Fund aims to provide long-term capital growth together with income by investing in other eligible Collective Investment Schemes (the Target Funds).

## INVESTMENT POLICY

Investment will be made in shares or units of the Target Funds, which invest in any geographical area or industry sector. Investments may also be made in derivatives for hedging purposes. Although the Target Funds may invest in equities, bonds, Property Securities, or money market instruments, it is anticipated that up to 85% of the Fund will be invested in Target Funds whose objectives are equity investment.

## RISK PROFILE

The Fund invests in other collective investment schemes and exchange traded funds (ETFs) and by doing so assumes any specific risks associated with the schemes or funds. ETFs may have exposure to derivative instruments and therefore expose the Fund to counterparty default risk.

The Fund has exposure to UK and overseas equities and fixed interest securities. Changes in exchange rates, interest rates and the credit ratings of companies issuing bonds may affect the performance of the Fund. The Fund has exposure to investments in countries deemed to be emerging markets that are usually considered to carry a greater degree of risk than investments in established markets. The solvency of organisations in which the Fund has exposure to can change and this can affect the Fund's capital.

## FUND MANAGER'S REPORT

Over the six months ended 31 August 2016, the Fund returned 13.66 per cent\* as equities and bonds both contributed to performance. The Fund's Investment Association peer group generated a median (average) return of 12.56 per cent.

Global equities enjoyed strong performance over the review period. The MSCI World Index returned 12.0 per cent in local terms, which translated into a gain of 20.8 per cent in sterling, as the market welcomed an easing of worries about the Chinese economy, a recovery in the price of commodities and the extension of economic stimulus policies by central banks in the UK, Europe and Japan. The performance boost for sterling investors was a function of a sharp depreciation of the pound after the UK voted to leave the EU in the June referendum.

One of the main concerns hanging over the markets during the period was the possible political and economic consequences of a 'Brexit'. In the event, the UK's decision to leave triggered only a short burst of market turbulence followed by a sharp rise in both stocks and bonds in response to the promise of further monetary support from the central banks.

The strongest returns were posted by emerging markets as confidence in their economic performance continued to build. However, Japanese stocks lost traction as investors began to lose faith in the effectiveness of the government's reflationary policies.

## AVIVA INVESTORS MULTI-MANAGER 40-85% SHARES FUND (CONTINUED)

### **FUND MANAGER'S REPORT (CONTINUED)**

Corporate bonds posted attractive returns as prices were driven higher by the strength of the underlying government bond market. Although the lacklustre performance of the UK economy caused performance to be disappointing early in the period, investors' increasingly desperate hunt for yield, combined with the announcement by the Bank of England that corporate bonds were to be included in its relaunched asset purchase programme, helped drive a recovery.

### **Outlook**

We are less bullish on equities than six months ago given the uncertainty hanging over markets in the wake of the 'Brexit' vote. Having said that, we like US and emerging equities. The strength of the US economy, a weaker dollar and the prospect of less monetary tightening in the US should support stocks in both regions. By contrast UK stocks look unappealing given the degree of uncertainty hanging over the domestic economy.

As for bond markets, while yields are unattractive, safe-haven demand will continue to support prices. Within corporate markets, we believe less-highly-rated segments, such as high-yield and emerging-market debt, are likely to outperform as the drop in sovereign yields encourages investors to hunt for a pick-up in yield.

September 2016

\* Fund performance figures – share class 1, source Lipper, net of fees, net income reinvested in GBP, as at 31 August 2016.

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

## FUND FACTS

Accounting dates	Ex-dividend dates	Distribution dates
28 February	29 February/1 March	30 April
31 August	1 September	31 October

### Ongoing Charges Figure\*

	31.08.16	28.02.16
Share Class 1	2.24%	2.26%
Share Class 2	1.49%	1.50%
Share Class 3	1.24%	1.26%

\* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF includes a synthetic element of 0.60% (28.02.16: 0.62%) in respect of underlying investments.

### Revenue Distributions – Income Shares

Interim distribution for the six months ended 31 August 2016.

	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 1	0.0000	0.0456
Share Class 2	0.2554	0.5709
Share Class 3	0.4671	0.8106

### Revenue Distributions – Accumulation Shares

Interim distribution for the six months ended 31 August 2016.

	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 2	0.2282	0.5021

**Net Asset Value – Income Shares\*<sup>1</sup>**

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 1	76.23	67.06	13.67%
Share Class 2	139.07	122.10	13.90%
Share Class 3	154.17	135.34	13.91%
	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 1	67.06	70.39	(4.73)%
Share Class 2	122.10	128.03	(4.63)%
Share Class 3	135.34	141.93	(4.64)%
	<b>28.02.15</b>	<b>28.02.14</b>	<b>Change</b>
Share Class 1	70.39	64.69	8.81%
Share Class 2	128.03	117.53	8.93%
Share Class 3	141.93	130.29	8.93%
	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 1	64.69	60.02	7.78%
Share Class 2	117.53	108.71	8.11%
Share Class 3	130.29	120.48	8.14%

\* Valued at bid market prices.

<sup>1</sup> The net asset value of income shares will exclude any income paid/payable to investors.

**Net Asset Value – Accumulation Shares\***

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 2	123.39	108.13	14.11%
	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 2	108.13	112.58	(3.95)%
	<b>28.02.15</b>	<b>28.02.14</b>	<b>Change</b>
Share Class 2	112.58	102.67	9.65%
	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 2	102.67	94.55	8.59%

\* Valued at bid market prices.

**Total Return – Income Shares**

	Fund <sup>2</sup>	IA Mixed Investment 40-85% Shares <sup>3</sup>
Share Class 1	13.66%	12.56%
Share Class 2	14.09%	12.56%
Share Class 3	14.24%	12.56%

<sup>2</sup> Source: Aviva Investors (based on 9am values) six months ending 31 August 2016.

<sup>3</sup> Source: Lipper (based on close of business values) six months ending 31 August 2016.

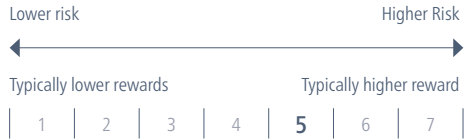
**Total Return – Accumulation Shares**

	Fund <sup>4</sup>	IA Mixed Investment 40-85% Shares <sup>5</sup>
Share Class 2	14.10%	12.56%

<sup>4</sup> Source: Aviva Investors (based on 9am values) six months ended 31 August 2016.

<sup>5</sup> Source: Lipper (based on close of business values) six months ended 31 August 2016.

**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.
- An investment in shares of other funds will assume any specific risks associated with those funds. Unregulated funds carry higher risk as they have less rules governing them.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

**Top Ten Holdings****31.08.16**

Aviva Investors US Equity MoM 1 Fund Class 2, Income shares	17.13%
Wellington US Research Equity Fund USD Class S Accumulating Unhedged	13.99%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	12.25%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	7.18%
Aviva Investors EM Equity MoM 1 Fund Class 2, Income shares	6.92%
Hermes Global High Yield Bond Fund Class F £ Acc. Hedged Shares	5.84%
BlackRock Emerging Markets Local Currency Bond Fund Class A2 USD	5.68%
Invesco Perpetual European Equity Income Fund Accumulation (No Trail) share class	5.49%
BlackRock European Dynamic Fund Class FD Accumulating GBP	5.45%
JPMorgan Global Corporate Bond Fund C (dist) – GBP (hedged)	5.43%

**Top Ten Holdings****28.02.16**

Wellington US Research Equity Fund USD Class S Accumulating Unhedged	14.14%
Aviva Investors US Equity MoM 1 Fund Class 2, Income shares, GBP	14.01%
BlackRock European Dynamic Fund Class FD Accumulation GBP	8.96%
Invesco Perpetual European Equity Income Fund Class Accumulation (No Trail) share class	8.91%
Aviva Investors Multi-Strategy Target Income Fund Class 8, Accumulation shares, GBP	6.30%
Man GLG Japan CoreAlpha Fund Class Professional Accumulation Shares (Class C)	4.73%
Hermes Global High Yield Bond Fund Class F Acc. Hedged Shares	4.57%
BGF Emerging Markets Local Currency Bond Fund Class A2 USD	4.56%
Man GLG Japan CoreAlpha Equity Class I H GBP Shares	4.41%
MW TOPS Fund Class G	4.19%

**Portfolio Breakdown**

	31.08.16	28.02.16
North America	37.67%	29.84%
Developed Europe – Excl UK	14.63%	22.46%
Alternative Trading Strategies	12.32%	6.22%
Cash and Equivalents	8.03%	7.84%
Japan	5.68%	9.03%
United Kingdom	5.55%	5.09%
Emerging Asia	4.63%	6.23%
South & Central America	3.11%	1.93%
Property	2.33%	1.85%
Managed Fund	2.02%	4.70%
Other Countries/Sectors	4.23%	4.75%
Total Investments	100.20%	99.94%
Net Other Liabilities	(0.20)%	0.06%
Net Assets	100.00%	100.00%

The above portfolio breakdown details the geographical/sector exposure of the underlying portfolio of the Collective Investment Scheme (CIS) that the Fund is invested in as opposed to the domicile of the CIS.

**Share Price Record – Income Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2014	65.54	58.61
	2015	70.49	61.92
	2016	74.39	63.16
	2017**	77.32	67.51
Class 2	2014	119.53	106.40
	2015	128.80	112.84
	2016	135.43	115.25
	2017**	141.29	122.93
Class 3	2014	132.75	118.00
	2015	142.68	124.89
	2016	150.17	127.91
	2017**	156.80	136.27

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

**Share Price Record – Accumulation Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 2	2014	103.93	92.55
	2015	112.72	98.75
	2016	119.08	101.82
	2017**	125.13	108.87

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

**Revenue Record – Income Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2014	0.0000	0.00
	2015	0.0000	0.00
	2016	0.0456	0.76
	2017*	0.0000	0.00
Class 2	2014	0.5363	4.91
	2015	0.8342	7.64
	2016	0.8697	7.97
	2017*	0.2554	2.34
Class 3	2014	0.8754	7.23
	2015	1.2402	10.24
	2016	1.3122	10.84
	2017*	0.4671	3.86

\* Up to 31 October 2016 (the interim distribution payment date).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 2	2014	0.4314	4.56
	2015	0.7296	7.71
	2016	0.7673	8.10
	2017*	0.2282	2.41

\* Up to 31 October 2016 (the interim distribution payment date).



## Calendar Year Performance – Income Shares

Total Return	Fund <sup>6</sup>	IA Mixed Investment 40-85% Shares <sup>7</sup>
	%	%
2013		
Share Class 1	14.23	14.43
Share Class 2	15.16	14.43
Share Class 3	15.37	14.43
2014		
Share Class 1	5.48	4.69
Share Class 2	6.29	4.69
Share Class 3	6.54	4.69
2015		
Share Class 1	2.48	2.48
Share Class 2	3.25	2.48
Share Class 3	3.52	2.48
2016*		
Share Class 1	9.48	9.91
Share Class 2	10.03	9.91
Share Class 3	10.21	9.91

<sup>6</sup> Source: Aviva Investors (based on 9am values).

<sup>7</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

## Calendar Year Performance – Accumulation Shares

Total Return	Fund <sup>8</sup>	IA Mixed Investment 40-85% Shares <sup>9</sup>
	%	%
2013		
Share Class 2	15.06	14.43
2014		
Share Class 2	6.28	4.69
2015		
Share Class 2	3.26	2.48
2016*		
Share Class 2	10.04	9.91

<sup>8</sup> Source: Aviva Investors (based on 9am values).

<sup>9</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

The value of an investment in the Aviva Investors Multi-Manager 40-85% Shares Fund and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS MULTI-MANAGER 20-60% SHARES FUND

## INVESTMENT OBJECTIVE

The Fund aims to provide long-term capital growth and income by investing in other eligible Collective Investment Schemes (the Target Funds).

## INVESTMENT POLICY

Investment will be made in shares or units of the Target Funds, which invest in any geographical area or industry sector. Investments may also be made in derivatives for hedging purposes. Although the Target Funds may invest in equities, bonds, Property Securities, or money market instruments, it is anticipated that up to 60% of the Fund will be invested in Target Funds whose objectives are equity investment.

## RISK PROFILE

The Fund invests in other collective investment schemes and exchange traded funds (ETFs) and by doing so assumes any specific risks associated with the schemes or funds. ETFs may have exposure to derivative instruments and therefore expose the Fund to counterparty default risk.

The Fund has exposure to UK and overseas equities and fixed interest securities. Changes in exchange rates, interest rates and the credit ratings of companies issuing bonds may affect the performance of the Fund. The Fund has exposure to investments in countries deemed to be emerging markets that are usually considered to carry a greater degree of risk than investments in established markets. The solvency of organisations in which the Fund has exposure to can change and this can affect the Fund's capital.

## FUND MANAGER'S REPORT

Over the six months ended 31 August 2016, the Fund returned 10.25 per cent\* as equities and bonds both contributed to performance. The Fund's Investment Association peer group generated a median (average) return of 10.62 per cent.

Global equities enjoyed strong performance over the review period. The MSCI World Index returned 12.0 per cent in local terms, which translated into a gain of 20.8 per cent in sterling, as the market welcomed an easing of worries about the Chinese economy, a recovery in the price of commodities and the extension of economic stimulus policies by central banks in the UK, Europe and Japan. The performance boost for sterling investors was a function of a sharp depreciation of the pound after the UK voted to leave the EU in the June referendum.

One of the main concerns hanging over the markets during the period was the possible political and economic consequences of a 'Brexit'. In the event, the UK's decision to leave triggered only a short burst of market turbulence followed by a sharp rise in both stocks and bonds in response to the promise of further monetary support from the central banks.

The strongest returns were posted by emerging markets as confidence in their economic performance continued to build. However, Japanese stocks lost traction as investors began to lose faith in the effectiveness of the government's reflationary policies.

## AVIVA INVESTORS MULTI-MANAGER 20-60% SHARES FUND (CONTINUED)

### **FUND MANAGER'S REPORT (CONTINUED)**

Corporate bonds posted attractive returns as prices were driven higher by the strength of the underlying government bond market. Although the lacklustre performance of the UK economy caused performance to be disappointing early in the period, investors' increasingly desperate hunt for yield, combined with the announcement by the Bank of England that corporate bonds were to be included in its relaunched asset purchase programme, helped drive a recovery.

### **Outlook**

We are less bullish on equities than six months ago given the uncertainty hanging over markets in the wake of the 'Brexit' vote. Having said that, we like US and emerging equities. The strength of the US economy, a weaker dollar and the prospect of less monetary tightening in the US should support stocks in both regions. By contrast UK stocks look unappealing given the degree of uncertainty hanging over the domestic economy.

As for bond markets, while yields are unattractive, safe-haven demand will continue to support prices. Within corporate markets, we believe less-highly-rated segments, such as high-yield and emerging-market debt, are likely to outperform as the drop in sovereign yields encourages investors to hunt for a pick-up in yield.

September 2016

\* Fund performance figures – share class 1, source Lipper, net of fees, net income reinvested in GBP, as at 31 August 2016.

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

## FUND FACTS

Accounting dates	Ex-dividend dates	Distribution dates
28 February	29 February/1 March	30 April
31 August	1 September	31 October

### Ongoing Charges Figure\*

	31.08.16	28.02.16
Share Class 1	2.19%	2.31%
Share Class 2	1.44%	1.55%
Share Class 3	1.19%	1.31%

\* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF includes a synthetic element of 0.55% (28.02.16: 0.67%) in respect of the underlying investments.

### Revenue Distributions – Income Shares

Interim distribution for the six months ended 31 August 2016.

	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 1	0.0000	0.0978
Share Class 2	0.3124	0.5277
Share Class 3	0.5468	0.7686

### Revenue Distributions – Accumulation Shares

Interim distribution for the six months ended 31 August 2016.

	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 2	0.3043	0.5075

**Net Asset Value – Income Shares\*<sup>1</sup>**

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 1	75.60	68.55	10.28%
Share Class 2	128.24	116.12	10.44%
Share Class 3	151.43	137.12	10.44%
	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 1	68.55	71.44	(4.05)%
Share Class 2	116.12	121.05	(4.07)%
Share Class 3	137.12	142.94	(4.07)%
	<b>28.02.15</b>	<b>28.02.14</b>	<b>Change</b>
Share Class 1	71.44	66.26	7.82%
Share Class 2	121.05	112.25	7.84%
Share Class 3	142.94	132.57	7.82%
	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 1	66.26	62.91	5.33%
Share Class 2	112.25	106.51	5.39%
Share Class 3	132.57	125.81	5.37%

\* Valued at bid market prices.

<sup>1</sup> The net asset value of income shares will exclude any income paid/payable to investors.**Net Asset Value – Accumulation Shares\***

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 2	124.87	112.81	10.69%
	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 2	112.81	116.44	(3.12)%
	<b>28.02.15</b>	<b>28.02.14</b>	<b>Change</b>
Share Class 2	116.44	107.21	8.61%
	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 2	107.21	101.17	5.97%

\* Valued at bid market prices.



**Top Ten Holdings****31.08.16**

Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	14.50%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	13.22%
Aviva Investors US Equity MoM 1 Fund Class 2 Income shares, GBP	11.87%
JPM Global Corporate Bond Fund C (dist) – GBP (hedged)	9.91%
Wellington US Research Equity Fund USD Class S Accumulating Unhedged	9.69%
Aviva Investors Multi-Strategy Target Income Fund Class 8, Income shares	5.92%
Aviva Investors EM Equity MoM 1 Fund Class 2, Income shares	4.80%
Hermes Global High Yield Bond Fund Class F £ Acc. Hedged Shares	4.04%
BlackRock Emerging Markets Local Currency Bond Fund Class A2 USD	3.93%
Invesco Perpetual European Equity Income Fund Accumulation (No Trail) share class	3.80%

**Top Ten Holdings****28.02.16**

Wellington US Research Equity Fund USD Class S Accumulating Unhedged	10.08%
Aviva Investors US Equity MoM 1 Fund Class 2, Income shares, GBP	10.02%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	9.60%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	7.82%
MW TOPS Fund Class G	7.01%
JPM Global Corporate Bond Fund Class C (dist) – GBP (hedged)	6.87%
Invesco Perpetual European Equity Income Fund Accumulation (No Trail) share class	6.38%
BlackRock European Dynamic Fund Class FD Accumulation GBP	6.37%
M&G European Loan Fund Class C	6.29%
Aviva Investors Property Trust Class 1, Accumulation units, GBP	3.40%

**Portfolio Breakdown**

	31.08.16	28.02.16
North America	31.80%	26.40%
Alternative Trading Strategies	20.40%	7.73%
Cash and Equivalents	14.09%	16.85%
Developed Europe – Excl UK	11.69%	21.33%
United Kingdom	4.45%	4.30%
Japan	3.93%	6.67%
Property	3.84%	3.66%
Emerging Asia	3.20%	4.52%
South & Central America	2.15%	1.41%
Managed Fund	1.61%	3.59%
Other Countries/Sectors	3.00%	3.49%
Total Investments	100.16%	99.95%
Net Other Liabilities	(0.16)%	0.05%
Net Assets	100.00%	100.00%

The above portfolio breakdown details the geographical/sector exposure of the underlying portfolio of the Collective Investment Scheme (CIS) that the Fund is invested in as opposed to the domicile of the CIS.

**Share Price Record – Income Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2014	66.74	61.04
	2015	71.71	64.77
	2016	74.59	65.84
	2017**	76.46	68.95
Class 2	2014	113.75	103.60
	2015	121.70	109.69
	2016	126.45	111.85
	2017**	129.93	116.81
Class 3	2014	134.59	122.41
	2015	143.52	129.26
	2016	149.34	132.20
	2017**	153.57	137.92

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

**Share Price Record – Accumulation Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 2	2014	108.00	98.36
	2015	116.50	105.00
	2016	121.62	108.08
	2017**	126.21	113.46

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

**Revenue Record – Income Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2014	0.0000	0.00
	2015	0.2239	3.55
	2016	0.2458	3.89
	2017*	0.0000	0.00
Class 2	2014	0.6440	6.01
	2015	0.8614	8.04
	2016	1.1438	10.68
	2017*	0.3124	2.92
Class 3	2014	1.0551	8.33
	2015	1.2685	10.01
	2016	1.6330	12.89
	2017*	0.5468	4.31

\* Up to 31 October 2016 (the interim distribution payment date).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 2	2014	0.5916	5.84
	2015	0.8146	8.04
	2016	1.1026	10.88
	2017*	0.3043	3.00

\* Up to 31 October 2016 (the interim distribution payment date).



## Calendar Year Performance – Income Shares

Total Return	Fund <sup>6</sup>	IA Mixed Investment 20-60% Shares <sup>7</sup>
	%	%
2013		
Share Class 1	9.35	8.87
Share Class 2	10.18	8.87
Share Class 3	10.33	8.87
2014		
Share Class 1	0.71	1.05
Share Class 2	0.83	1.05
Share Class 3	0.88	1.05
2015		
Share Class 1	1.83	1.27
Share Class 2	2.45	1.27
Share Class 3	2.65	1.27
2016*		
Share Class 1	7.51	8.84
Share Class 2	8.01	8.84
Share Class 3	8.18	8.84

<sup>6</sup> Source: Aviva Investors (based on 9am values).

<sup>7</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

## Calendar Year Performance – Accumulation Shares

Total Return	Fund <sup>8</sup>	IA Mixed Investment 20-60% Shares <sup>9</sup>
	%	%
2013		
Share Class 2	10.18	8.87
2014		
Share Class 2	0.84	1.05
2015		
Share Class 2	2.45	1.27
2016*		
Share Class 2	8.02	8.84

<sup>8</sup> Source: Aviva Investors (based on 9am values).

<sup>9</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

The value of an investment in the Aviva Investors Multi-Manager 20-60% Shares Fund and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS MULTI-ASSET FUND I

## INVESTMENT OBJECTIVE

The Fund aims to provide returns through a combination of capital growth and income.

## INVESTMENT POLICY

The Fund aims to achieve the investment objective by employing a blend of both strategic and tactical asset allocation across a diversified range of global asset classes.

The Fund may invest in securities, fixed income assets, Exchange Traded Funds, collective investment schemes, warrants, money market instruments, deposits, cash, near cash, property and commodities. Exposure to property and commodities will be via collective investment schemes and Exchange Traded Funds. The Fund may also invest directly in derivative instruments (including commodity futures) for the purposes of investment and efficient portfolio management.

By combining diversified and relatively uncorrelated assets, investment risk is controlled and kept in line with the Fund's 'defensive' risk profile.

Details about the Fund's 'defensive' risk profile are available in the Prospectus.

## RISK PROFILE

The Fund invests in other collective investment schemes and exchange traded funds (ETFs) and by doing so assumes any specific risks associated with the schemes or funds. ETFs may have exposure to derivative instruments and therefore expose the Fund to counterparty default risk.

The Fund has exposure to UK and overseas equities and fixed interest securities. Changes in exchange rates, interest rates and the credit ratings of companies issuing bonds may affect the performance of the Fund.

The Fund has exposure to investments in countries deemed to be emerging markets that are usually considered to carry a greater degree of risk than investments in established markets. The solvency of organisations in which the Fund has exposure to can change and this can affect the Fund's capital.

## AVIVA INVESTORS MULTI-ASSET FUND I (CONTINUED)

### FUND MANAGER'S REPORT

Over the six months ended 31 August 2016, the Fund returned 5.63 per cent\* as both equities and bonds performed well.

Global equities enjoyed strong performance over the review period. The MSCI World Index returned 12.0 per cent in local terms, which translated into a gain of 20.64 per cent in sterling, as the market welcomed an easing of worries about the Chinese economy, a recovery in the price of commodities and the extension of economic stimulus policies by central banks in the UK, Europe and Japan. The performance boost for sterling investors was a function of a sharp depreciation of the pound after the UK voted to leave the EU in the June referendum.

One of the main concerns hanging over the markets during the period was the possible political and economic consequences of a 'Brexit'. In the event, the UK's decision to leave triggered only a short burst of market turbulence followed by a sharp rise in both stocks and bonds in response to the promise of further monetary support from the central banks.

The strongest returns were posted by emerging markets as confidence in their economic performance continued to build. However, Japanese stocks lost traction as investors began to lose faith in the effectiveness of the government's reflationary policies.

Corporate bonds posted attractive returns as prices were driven higher by the strength of the underlying government bond market. Although the lacklustre performance of the UK economy caused performance to be disappointing early in the period, investors' increasingly desperate hunt for yield, combined with the announcement by the Bank of England that corporate bonds were to be included in its relaunched asset purchase programme, helped drive a recovery.

### Outlook

We are less bullish on equities than six months ago given the uncertainty hanging over markets in the wake of the 'Brexit' vote. Having said that, we like US and emerging equities. The strength of the US economy, a weaker dollar and the prospect of less monetary tightening in the US should support stocks in both regions. By contrast UK stocks look unappealing given the degree of uncertainty hanging over the domestic economy.

As for bond markets, while yields are unattractive, safe-haven demand will continue to support prices. Within corporate markets, we believe less-highly-rated segments, such as high-yield and emerging-market debt, are likely to outperform as the drop in sovereign yields encourages investors to hunt for a pick-up in yield.

### September 2016

\* Fund performance figures – share class 1, source Lipper, net of fees, net income reinvested in GBP, as at 31 August 2016.

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

## FUND FACTS

Accounting dates	Ex-dividend dates	Distribution dates
28 February	29 February/1 March	30 April
31 August	1 September	31 October

### Ongoing Charges Figure\*

	31.08.16	28.02.16
Share Class 1	1.56%	1.45%
Share Class 3	0.86%	0.75%
Share Class 4	1.06%	0.95%
Share Class R3	0.81%	0.70%
Share Class 9	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 during the period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF on share class 9 is restricted to the Annual Management Charge. The OCF on all other share classes includes a synthetic element of 0.31% (28.02.16: 0.19%) in respect of the underlying investments. There is a cap on all other operating expenses of 0.25%, however in the current period, all other operating expenses were less than this capped amount.

### Revenue Distributions – Accumulation Shares

Interim distribution for the six months ended 31 August 2016.

	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 1	0.0000	0.0000
Share Class 3	0.2215	0.1877
Share Class 4	0.1218	0.0576
Share Class R3	0.2418	0.1955
Share Class 9	0.3544	0.3228

**Net Asset Value – Accumulation Shares\***

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 1	120.09	113.67	5.65%
Share Class 3	123.86	116.90	5.95%
Share Class 4	122.35	115.57	5.87%
Share Class R3	121.51	114.66	5.97%
Share Class 9	106.46	100.32	6.12%

	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 1	113.67	115.30	(1.41)%
Share Class 3	116.90	117.91	(0.86)%
Share Class 4	115.57	116.78	(1.04)%
Share Class R3	114.66	115.62	(0.83)%
Share Class 9	100.32	100.85	(0.53)%

	<b>28.02.15</b>	<b>28.02.14/ launch</b>	<b>Change</b>
Share Class 1	115.30	106.41	8.35%
Share Class 3	117.91	108.16	9.01%
Share Class 4	116.78	107.41	8.72%
Share Class R3	115.62	106.15	8.92%
Share Class 9	100.85	100.00 **	0.85%

	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 1	106.41	103.99	2.33%
Share Class 3	108.16	104.75	3.26%
Share Class 4	107.41	104.40	2.88%
Share Class R3	106.15	102.95	3.11%

\* Valued at bid market prices.

\*\* Launch price on 9 February 2015.

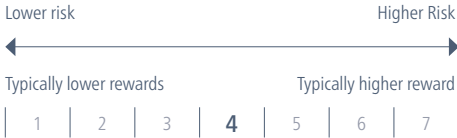
**Total Return – Accumulation Shares**

	<b>Fund<sup>1</sup></b>	<b>IA Specialist<sup>2</sup></b>
Share Class 1	5.63%	20.64%
Share Class 3	5.93%	20.64%
Share Class 4	5.85%	20.64%
Share Class R3	5.95%	20.64%
Share Class 9	6.11%	20.64%

<sup>1</sup> Source: Aviva Investors (based on 2pm values) for the six months ending 31 August 2016.

<sup>2</sup> Source: Lipper (based on close of business values) for the six months ending 31 August 2016.

### 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.
- An investment in shares of other funds will assume any specific risks associated with those funds. Unregulated funds carry higher risk as they have less rules governing them.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

### Top Ten Holdings

31.08.16

Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	24.63%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	21.38%
Aviva Investors Global Investment Grade Corporate Bond Fund Class 1h, Accumulation shares, GBP	19.09%
BlackRock North American Equity Tracker Fund Class L Accumulating GBP	8.59%
UK Treasury Inflation Linked 0.63% 15/01/2026	7.10%
Aviva Investors Multi-Strategy Target Return Fund Class 3, Accumulation shares	3.80%
Aviva Investors Property Trust Class 1, Accumulation units	3.22%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	2.98%
Aviva Investors Emerging Markets Equity Income Fund Class Zγ, Accumulation shares, GBP	2.40%
Aviva Investors Global High Yield Bond Fund Class 1h Accumulation Shares, GBP	1.59%

**Top Ten Holdings****28.02.16**

Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	21.23%
Aviva Investors Global Investment Grade Corporate Bond Fund Class Zyh, Accumulation shares, GBP	15.45%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares, GBP	13.08%
BlackRock North American Equity Tracker Fund Class L Accumulating GBP	9.82%
US Treasury Inflation Indexed 0.63% 15/01/2026	6.84%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	5.35%
Aviva Investors Multi-Strategy Target Income Fund Class 8, Income shares, GBP	5.29%
Aviva Investors Multi-Strategy Target Return Fund Class 3, Accumulation shares, GBP	4.96%
Aviva Investors Property Trust Class 1, Accumulation units, GBP	4.31%
BlackRock Japan Equity Tracker Fund Class L Accumulating GBP	3.27%

**Portfolio Breakdown**

	<b>31.08.16</b>	<b>28.02.16</b>
North America	28.18%	25.86%
Alternative Trading Strategies	25.14%	23.26%
Cash and Equivalents	24.70%	23.14%
Developed Europe – Excl UK	6.51%	8.40%
Property	3.57%	4.74%
United Kingdom	2.50%	2.45%
Emerging Asia	2.12%	2.25%
Japan	1.68%	3.18%
South & Central America	1.03%	0.87%
Emerging Europe	0.84%	0.73%
Other Countries/Sectors	2.32%	1.97%
Total Investments	98.59%	96.85%
Net Other Assets	1.41%	3.15%
Net Assets	100.00%	100.00%

The above portfolio breakdown details the geographical/sector exposure of the underlying portfolio of the Collective Investment Scheme (CIS) that the Fund is invested in as opposed to the domicile of the CIS.

**Share Price Record – Accumulation Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2014	106.42	102.60
	2015	115.32	106.13
	2016	117.90	111.09
	2017**	120.75	112.98
Class 3	2014	108.18	103.70
	2015	117.93	107.89
	2016	120.69	114.01
	2017**	124.52	116.43
Class 4	2014	107.42	103.20
	2015	116.80	107.14
	2016	119.49	112.80
	2017**	123.00	115.04
Class R3	2014	106.17	101.80
	2015	115.63	105.89
	2016	118.34	111.80
	2017**	122.15	114.22
Class 9	2015***	100.86	99.89
	2016	103.28	97.68
	2017**	107.01	100.02

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

\*\*\* From 9 February 2015 (date of launch).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per Financial year on a payment date basis for an investment made on 28 February 2013 (9 February 2015 for Share Class 9).

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2014	0.0000	0.00
	2015	0.3525	3.39
	2016	0.0067	0.06
	2017*	0.0000	0.00
Class 3	2014	0.2948	2.81
	2015	1.0353	9.87
	2016	0.6382	6.08
	2017*	0.2215	2.11
Class 4	2014	0.0411	0.39
	2015	0.7430	7.11
	2016	0.4134	3.95
	2017*	0.1218	1.16
Class R3	2014	0.2423	2.35
	2015	0.9222	8.95
	2016	0.6601	6.40
Class 9	2017*	0.2418	2.35
	2015**	0.0000	0.00
	2016	0.8606	8.53
	2017*	0.3544	3.51

\* Up to 31 October 2016 (the interim distribution payment date).

\*\* From 9 February 2015 (date of launch).



---

**Calendar Year Performance**

<b>Total Return</b>	<b>Fund<sup>3</sup> %</b>	<b>IA Specialist<sup>4</sup> %</b>
2013		
Share Class 1	3.59	0.53
Share Class 3	4.44	0.53
Share Class 4	4.07	0.53
Share Class R3	4.35	0.53
2014		
Share Class 1	6.48	1.96
Share Class 3	7.15	1.96
Share Class 4	6.86	1.96
Share Class R3	7.04	1.96
2015		
Share Class 1	0.86	(5.75)
Share Class 3	1.46	(5.75)
Share Class 4	1.24	(5.75)
Share Class R3	1.47	(5.75)
2016*		
Share Class 1	5.63	21.03
Share Class 3	6.03	21.03
Share Class 4	5.91	21.03
Share Class R3	6.06	21.03
Share Class 9	6.25	21.03

<sup>3</sup> Source: Aviva Investors (based on 2pm values).

<sup>4</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

The value of an investment in the Aviva Investors Multi-asset Fund I and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

## AVIVA INVESTORS MULTI-ASSET FUND II

### INVESTMENT OBJECTIVE

The Fund aims to provide returns through a combination of capital growth and income.

### INVESTMENT POLICY

The Fund aims to achieve the investment objective by employing a blend of both strategic and tactical asset allocation across a diversified range of global asset classes.

The Fund may invest in securities, fixed income assets, Exchange Traded Funds, collective investment schemes, warrants, money market instruments, deposits, cash, near cash, property and commodities. Exposure to property and commodities will be via collective investment schemes and Exchange Traded Funds. The Fund may also invest directly in derivative instruments (including commodity futures) for the purposes of investment and efficient portfolio management.

By combining diversified and relatively uncorrelated assets, investment risk is controlled and kept in line with the Fund's 'cautious' risk profile.

Details about the Fund's 'cautious' risk profile are available in the Prospectus.

### RISK PROFILE

The Fund invests in other collective investment schemes and exchange traded funds (ETFs) and by doing so assumes any specific risks associated with the schemes or funds. ETFs may have exposure to derivative instruments and therefore expose the Fund to counterparty default risk.

The Fund has exposure to UK and overseas equities and fixed interest securities. Changes in exchange rates, interest rates and the credit ratings of companies issuing bonds may affect the performance of the Fund.

The Fund has exposure to investments in countries deemed to be emerging markets that are usually considered to carry a greater degree of risk than investments in established markets. The solvency of organisations in which the Fund has exposure to can change and this can affect the Fund's capital.

## AVIVA INVESTORS MULTI-ASSET FUND II (CONTINUED)

### FUND MANAGER'S REPORT

Over the six months ended 31 August 2016, the Fund returned 8.31 per cent\* as both equities and bonds performed well.

Global equities enjoyed strong performance over the review period. The MSCI World Index returned 12.0 per cent in local terms, which translated into a gain of 20.64 per cent in sterling, as the market welcomed an easing of worries about the Chinese economy, a recovery in the price of commodities and the extension of economic stimulus policies by central banks in the UK, Europe and Japan. The performance boost for sterling investors was a function of a sharp depreciation of the pound after the UK voted to leave the EU in the June referendum.

One of the main concerns hanging over the markets during the period was the possible political and economic consequences of a 'Brexit'. In the event, the UK's decision to leave triggered only a short burst of market turbulence followed by a sharp rise in both stocks and bonds in response to the promise of further monetary support from the central banks.

The strongest returns were posted by emerging markets as confidence in their economic performance continued to build. However, Japanese stocks lost traction as investors began to lose faith in the effectiveness of the government's reflationary policies.

Corporate bonds posted attractive returns as prices were driven higher by the strength of the underlying government bond market. Although the lacklustre performance of the UK economy caused performance to be disappointing early in the period, investors' increasingly desperate hunt for yield, combined with the announcement by the Bank of England that corporate bonds were to be included in its relaunched asset purchase programme, helped drive a recovery.

### Outlook

We are less bullish on equities than six months ago given the uncertainty hanging over markets in the wake of the 'Brexit' vote. Having said that, we like US and emerging equities. The strength of the US economy, a weaker dollar and the prospect of less monetary tightening in the US should support stocks in both regions. By contrast UK stocks look unappealing given the degree of uncertainty hanging over the domestic economy.

As for bond markets, while yields are unattractive, safe-haven demand will continue to support prices. Within corporate markets, we believe less-highly-rated segments, such as high-yield and emerging-market debt, are likely to outperform as the drop in sovereign yields encourages investors to hunt for a pick-up in yield.

### September 2016

\* Fund performance figures – share class 1, source Lipper, net of fees, net income reinvested in GBP, as at 31 August 2016.

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

## FUND FACTS

Accounting dates	Ex-dividend dates	Distribution dates
28 February	29 February/1 March	30 April
31 August	1 September	31 October

### Ongoing Charges Figure\*

	31.08.16	28.02.16
Share Class 1	1.50%	1.41%
Share Class 3	0.80%	0.70%
Share Class 4	1.00%	0.91%
Share Class R3	0.75%	0.66%
Share Class 9	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 period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF on share class 9 is restricted to the Annual Management Charge. The OCF on all other share classes includes a synthetic element of 0.27% (28.02.16: 0.16%) in respect of the underlying investments. There is a cap on all other operating expenses of 0.25%, however in the current period, all other operating expenses were less than this capped amount.

### Revenue Distributions – Accumulation Shares

Interim distribution for the six months ended 31 August 2016.

	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 1	0.0000	0.0000
Share Class 3	0.3512	0.3908
Share Class 4	0.2137	0.2375
Share Class R3	0.3517	0.3761
Share Class 9	0.4155	0.4381

**Net Asset Value – Accumulation Shares\***

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 1	137.73	127.20	8.28%
Share Class 3	144.30	132.81	8.65%
Share Class 4	144.48	133.11	8.54%
Share Class R3	133.35	122.70	8.68%
Share Class 9	108.86	100.05	8.81%

	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 1	127.20	129.86	(2.05)%
Share Class 3	132.81	135.05	(1.66)%
Share Class 4	133.11	135.52	(1.78)%
Share Class R3	122.70	124.73	(1.63)%
Share Class 9	100.05	101.45	(1.38)%

	<b>28.02.15</b>	<b>28.02.14/ launch</b>	<b>Change</b>
Share Class 1	129.86	116.72	11.26%
Share Class 3	135.05	120.40	12.17%
Share Class 4	135.52	121.22	11.80%
Share Class R3	124.73	111.31	12.06%
Share Class 9**	101.45	100.00	1.45%

	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 1	116.72	112.41	3.83%
Share Class 3	120.40	114.96	4.73%
Share Class 4	121.22	116.15	4.37%
Share Class R3	111.31	106.35	4.66%

\* Valued at bid market prices.

\*\* From 9 February 2015 (date of launch).

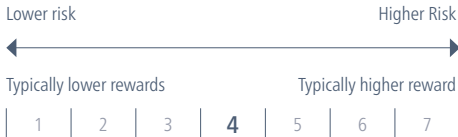
**Total Return – Accumulation Shares**

	<b>Fund<sup>1</sup></b>	<b>IA Specialist<sup>2</sup></b>
Share Class 1	8.31%	20.64%
Share Class 3	8.63%	20.64%
Share Class 4	8.53%	20.64%
Share Class R3	8.65%	20.64%
Share Class 9	8.79%	20.64%

<sup>1</sup> Source: Aviva Investors (based on 2pm values) for the six months ending 31 August 2016.

<sup>2</sup> Source: Lipper (based on close of business values) for the six months ending 31 August 2016.

### 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.
- An investment in shares of other funds will assume any specific risks associated with those funds. Unregulated funds carry higher risk as they have less rules governing them.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

### Top Ten Holdings

31.08.16

Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	17.74%
BlackRock North American Equity Tracker Fund Class L Accumulating GBP	16.90%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	16.35%
Aviva Investors Global Investment Grade Corporate Bond Fund Class 1h, Accumulation shares, GBP	13.21%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	5.81%
UK Treasury Inflation Linked 0.63% 15/01/2026	4.90%
Aviva Investors Emerging Markets Equity Income Fund Class Zy, Accumulation shares, GBP	4.72%
Aviva Investors Multi-Strategy Target Return Fund Class 3, Accumulation shares	4.33%
Aviva Investors Global High Yield Bond Fund Class 1h Accumulation Shares, GBP	3.20%
Aviva Investors Emerging Markets Local Currency Bond Fund Class 1a, Income shares, GBP	3.13%

**Top Ten Holdings****28.02.16**

BlackRock North American Equity Tracker Fund Class L Accumulating GBP	16.85%
Aviva Investors Global Investment Grade Corporate Bond Fund Class Zyh, Accumulation shares, GBP	10.07%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	9.46%
Aviva Investors Multi-Strategy Target Income Fund Class 8, Accumulation shares	9.23%
Aviva Investors Multi-Strategy Target Return Fund Class 3, Accumulation shares	5.71%
BlackRock Japan Equity Tracker Fund Class L Accumulating GBP	5.42%
Aviva Investors Multi-Strategy Target Income Fund Class 8, Income shares, GBP	4.56%
US Treasury Inflation Indexed 0.63% 15/01/2026	4.46%
Aviva Investors Emerging Markets Equity Income Fund Class Zy, Accumulation shares, GBP	4.40%
Aviva Investors Property Trust Class 1 Accumulation units, GBP	3.57%

**Portfolio Breakdown**

	<b>31.08.16</b>	<b>28.02.16</b>
Cash and Equivalents	47.51%	17.92%
North America	22.65%	27.38%
Developed Europe – Excl UK	6.58%	11.69%
Alternative Trading Strategies	4.33%	19.35%
Property	3.34%	4.29%
Emerging Asia	3.28%	3.57%
Japan	2.88%	5.26%
United Kingdom	2.72%	3.41%
South & Central America	1.51%	1.17%
Emerging Europe	1.27%	1.18%
Other Countries/Sectors	1.79%	2.43%
<b>Total Investments</b>	<b>97.86%</b>	<b>97.65%</b>
<b>Net Other Assets</b>	<b>2.14%</b>	<b>2.35%</b>
<b>Net Assets</b>	<b>100.00%</b>	<b>100.00%</b>

The above portfolio breakdown details the geographical/sector exposure of the underlying portfolio of the Collective Investment Scheme (CIS) that the Fund is invested in as opposed to the domicile of the CIS.

**Share Price Record – Accumulation Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2014	118.10	110.20
	2015	129.94	116.09
	2016	134.71	122.51
	2017**	138.98	126.48
Class 3	2014	121.28	113.00
	2015	135.14	119.76
	2016	140.24	127.95
	2017**	145.57	132.36
Class 4	2014	122.15	114.00
	2015	135.60	120.56
	2016	140.67	128.24
	2017**	145.77	132.58
Class R3	2014	112.13	104.50
	2015	124.81	110.71
	2016	129.52	118.21
	2017**	134.52	122.31
Class 9	2015***	101.51	100.00
	2016	105.39	96.37
	2017**	109.81	99.81

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

\*\*\* From 9 February 2015 (date of launch).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013 (9 February 2015 for Share Class 9).

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2014	0.0000	0.00
	2015	0.2735	2.43
	2016	0.6471	5.74
	2017*	0.0000	0.00
Class 3	2014	0.5487	4.76
	2015	1.3131	11.39
	2016	1.2147	10.54
	2017*	0.3512	3.05
Class 4	2014	0.1598	1.37
	2015	0.9072	7.79
	2016	1.0556	9.07
	2017*	0.2137	1.84
Class R3	2014	0.3931	3.69
	2015	1.1148	10.45
	2016	1.1585	10.86
Class 9	2017*	0.3517	3.30
	2015**	0.0000	0.00
	2016	1.1960	11.96
	2017*	0.4155	4.16

\* Up to 31 October 2016 (the interim distribution payment date).

\*\* From 9 February 2015 (date of launch).



---

**Calendar Year Performance**


---

<b>Total Return</b>	<b>Fund<sup>3</sup> %</b>	<b>IA Specialist<sup>4</sup> %</b>
2014		
Share Class 1	7.77	1.96
Share Class 3	8.65	1.96
Share Class 4	8.29	1.96
Share Class R3	8.55	1.96
2015		
Share Class 1	1.40	(5.75)
Share Class 3	2.14	(5.75)
Share Class 4	1.90	(5.75)
Share Class R3	2.15	(5.75)
2016*		
Share Class 1	7.82	21.03
Share Class 3	7.99	21.03
Share Class 4	7.94	21.03
Share Class R3	8.02	21.03
Share Class 9	8.20	21.03

<sup>3</sup> Source: Aviva Investors (based on 2pm values).

<sup>4</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

The value of an investment in the Aviva Investors Multi-asset Fund II and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

## AVIVA INVESTORS MULTI-ASSET FUND III

### INVESTMENT OBJECTIVE

The Fund aims to provide returns through a combination of capital growth and income.

### INVESTMENT POLICY

The Fund aims to achieve the investment objective by employing a blend of both strategic and tactical asset allocation across a diversified range of global asset classes.

The Fund may invest in securities, fixed income assets, Exchange Traded Funds, collective investment schemes, warrants, money market instruments, deposits, cash, near cash, property and commodities. Exposure to property and commodities will be via collective investment schemes and Exchange Traded Funds. The Fund may also invest directly in derivative instruments (including commodity futures) for the purposes of investment and efficient portfolio management.

By combining diversified and relatively uncorrelated assets, investment risk is controlled and kept in line with the Fund's 'moderately cautious' risk profile.

Details about the Fund's 'moderately cautious' risk profile are available in the Prospectus.

### RISK PROFILE

The Fund invests in other collective investment schemes and exchange traded funds (ETFs) and by doing so assumes any specific risks associated with the schemes or funds. ETFs may have exposure to derivative instruments and therefore expose the Fund to counterparty default risk.

The Fund has exposure to UK and overseas equities and fixed interest securities. Changes in exchange rates, interest rates and the credit ratings of companies issuing bonds may affect the performance of the Fund.

The Fund has exposure to investments in countries deemed to be emerging markets that are usually considered to carry a greater degree of risk than investments in established markets. The solvency of organisations in which the Fund has exposure to can change and this can affect the Fund's capital.

## AVIVA INVESTORS MULTI-ASSET FUND III (CONTINUED)

### FUND MANAGER'S REPORT

Over the six months ended 31 August 2016, the Fund returned 11.53 per cent\* as both equities and bonds performed well.

Global equities enjoyed strong performance over the review period. The MSCI World Index returned 12.0 per cent in local terms, which translated into a gain of 20.64 per cent in sterling, as the market welcomed an easing of worries about the Chinese economy, a recovery in the price of commodities and the extension of economic stimulus policies by central banks in the UK, Europe and Japan. The performance boost for sterling investors was a function of a sharp depreciation of the pound after the UK voted to leave the EU in the June referendum.

One of the main concerns hanging over the markets during the period was the possible political and economic consequences of a 'Brexit'. In the event, the UK's decision to leave triggered only a short burst of market turbulence followed by a sharp rise in both stocks and bonds in response to the promise of further monetary support from the central banks.

The strongest returns were posted by emerging markets as confidence in their economic performance continued to build. However, Japanese stocks lost traction as investors began to lose faith in the effectiveness of the government's reflationary policies.

Corporate bonds posted attractive returns as prices were driven higher by the strength of the underlying government bond market. Although the lacklustre performance of the UK economy caused performance to be disappointing early in the period, investors' increasingly desperate hunt for yield, combined with the announcement by the Bank of England that corporate bonds were to be included in its relaunched asset purchase programme, helped drive a recovery.

### Outlook

We are less bullish on equities than six months ago given the uncertainty hanging over markets in the wake of the 'Brexit' vote. Having said that, we like US and emerging equities. The strength of the US economy, a weaker dollar and the prospect of less monetary tightening in the US should support stocks in both regions. By contrast UK stocks look unappealing given the degree of uncertainty hanging over the domestic economy.

As for bond markets, while yields are unattractive, safe-haven demand will continue to support prices. Within corporate markets, we believe less-highly-rated segments, such as high-yield and emerging-market debt, are likely to outperform as the drop in sovereign yields encourages investors to hunt for a pick-up in yield.

### September 2016

\* Fund performance figures – share class 1, source Lipper, net of fees, net income reinvested in GBP, as at 31 August 2016.

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

## FUND FACTS

Accounting dates	Ex-dividend dates	Distribution dates
28 February	29 February/1 March	30 April
31 August	1 September	31 October

### Ongoing Charges Figure\*

	31.08.16	28.02.16
Share Class 1	1.44%	1.40%
Share Class 3	0.74%	0.68%
Share Class 4	0.94%	0.90%
Share Class R3	0.69%	0.64%
Share Class 9	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 period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF on share class 9 is restricted to the Annual Management Charge. The OCF on all other share classes includes a synthetic element of 0.21% (28.02.16: 0.15%) in respect of underlying investments. There is a cap on all other operating expenses of 0.25%, however in the current period, all other operating expenses were less than this capped amount.

### Revenue Distributions – Accumulation Shares

Interim distribution for the six months ended 31 August 2016.		
	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 1	0.0000	0.0000
Share Class 3	0.4039	0.4155
Share Class 4	0.2581	0.2604
Share Class R3	0.4323	0.4247
Share Class 9	0.4726	0.4532

**Net Asset Value – Accumulation Shares\***

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 1	140.07	125.58	11.54%
Share Class 3	145.18	129.69	11.94%
Share Class 4	143.30	128.14	11.83%
Share Class R3	142.97	127.69	11.97%
Share Class 9	111.25	99.22	12.12%

	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 1	125.58	130.16	(3.52)%
Share Class 3	129.69	133.51	(2.86)%
Share Class 4	128.14	132.19	(3.06)%
Share Class R3	127.69	131.40	(2.82)%
Share Class 9	99.22	101.92	(2.65)%

	<b>28.02.15</b>	<b>28.02.14/ launch</b>	<b>Change</b>
Share Class 1	130.16	114.90	13.28%
Share Class 3	133.51	116.85	14.26%
Share Class 4	132.19	116.10	13.86%
Share Class R3	131.40	115.12	14.14%
Share Class 9	101.92	100.00 **	1.92%

	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 1	114.90	109.83	4.62%
Share Class 3	116.85	110.76	5.50%
Share Class 4	116.10	110.43	5.13%
Share Class R3	115.12	109.22	5.40%

\* Valued at bid market prices.

\*\* Launch price on 9 February 2015.

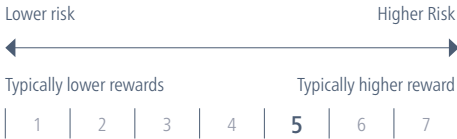
**Total Return – Accumulation Shares**

	<b>Fund<sup>1</sup></b>	<b>IA Specialist<sup>2</sup></b>
Share Class 1	11.53%	20.64%
Share Class 3	11.92%	20.64%
Share Class 4	11.81%	20.64%
Share Class R3	11.95%	20.64%
Share Class 9	12.10%	20.64%

<sup>1</sup> Source: Aviva Investors (based on 2pm values) for the six months ending 31 August 2016.

<sup>2</sup> Source: Lipper (based on close of business values) for the six months ending 31 August 2016.

### 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.
- An investment in shares of other funds will assume any specific risks associated with those funds. Unregulated funds carry higher risk as they have less rules governing them.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

### Top Ten Holdings

31.08.16

BlackRock North American Equity Tracker Fund Class L Accumulating GBP	25.72%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	13.56%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	11.15%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	8.91%
Aviva Investors Global Investment Grade Corporate Bond Fund Class 1h, Accumulation shares, GBP	7.94%
Aviva Investors Emerging Markets Equity Income Fund Class Zy, Accumulation shares, GBP	7.01%
Aviva Investors Global High Yield Bond Fund Class 1h Accumulation Shares, GBP	4.77%
Aviva Investors Emerging Markets Local Currency Bond Fund Class 1a, Income shares, GBP	4.60%
BlackRock Japan Equity Tracker Fund Class L Accumulating GBP	4.44%
Aviva Investors UK Index Tracking Fund Class 3, Accumulation shares	3.85%

**Top Ten Holdings****28.02.16**

BlackRock North American Equity Tracker Fund Class L Accumulating GBP	25.57%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	14.44%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	9.49%
BlackRock Japan Equity Tracker Fund Class L Accumulating GBP	8.60%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	7.32%
Aviva Investors Emerging Markets Equity Income Fund Class Zy, Accumulation shares, GBP	6.76%
Aviva Investors Emerging Markets Local Currency Bond Fund Class 1a, Income shares, GBP	4.08%
Aviva Investors Multi-Strategy Target Return Fund Class 3, Accumulation shares	4.03%
Aviva Investors Global High Yield Bond Fund Class 1h, Accumulation shares, GBP	3.94%
Aviva Investors UK Index Tracking Fund Class 3, Accumulation shares, GBP	3.91%

**Portfolio Breakdown**

	31.08.16	28.02.16
North America	35.07%	29.14%
Alternative Trading Strategies	16.81%	15.47%
Cash and Equivalents	11.61%	9.44%
Developed Europe – Excl UK	11.38%	15.59%
Emerging Asia	5.06%	5.36%
United Kingdom	4.62%	4.59%
Japan	4.51%	8.30%
Property	2.53%	3.49%
South & Central America	2.35%	1.73%
Emerging Europe	1.97%	1.94%
Other Countries/Sectors	3.25%	3.03%
Total Investments	99.16%	98.08%
Net Other Assets	0.84%	1.92%
Net Assets	100.00%	100.00%

The above portfolio breakdown details the geographical/sector exposure of the underlying portfolio of the Collective Investment Scheme (CIS) that the Fund is invested in as opposed to the domicile of the CIS.

**Share Price Record – Accumulation Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2014	116.70	106.60
	2015	130.21	113.85
	2016	136.46	118.67
	2017**	141.92	125.57
Class 3	2014	118.42	107.80
	2015	133.56	115.92
	2016	140.12	122.52
	2017**	147.05	129.70
Class 4	2014	117.70	107.40
	2015	132.24	115.12
	2016	138.68	121.07
	2017**	145.16	128.15
Class R3	2014	116.67	106.30
	2015	131.45	114.18
	2016	137.89	120.62
	2017**	144.81	127.70
Class 9	2015***	101.96	100.00
	2016	107.01	93.73
	2017**	112.67	99.24

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

\*\*\* From 9 February 2015 (date of launch).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013 (9 February 2015 for Share Class 9).

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2014	0.0000	0.00
	2015	0.2607	2.37
	2016	0.5602	5.09
	2017*	1.0428	9.48
Class 3	2014	1.0433	9.40
	2015	1.3183	11.88
	2016	1.4754	13.30
	2017*	0.4039	3.64
Class 4	2014	0.4521	4.09
	2015	0.8781	7.94
	2016	1.1896	10.76
	2017*	0.2581	2.33
Class R3	2014	0.7782	7.11
	2015	1.1796	10.78
	2016	1.4952	13.67
Class 9	2017*	0.4323	3.95
	2015**	0.0000	0.00
	2016	1.3437	13.44
	2017*	0.4726	4.73

\* Up to 31 October 2016 (the interim distribution payment date).

\*\* From 9 February 2015 (date of launch).



---

**Calendar Year Performance**


---

<b>Total Return</b>	<b>Fund<sup>3</sup> %</b>	<b>IA Specialist<sup>4</sup> %</b>
2013		
Share Class 1	11.53	0.53
Share Class 3	12.42	0.53
Share Class 4	12.18	0.53
Share Class R3	12.38	0.53
2014		
Share Class 1	8.51	1.96
Share Class 3	9.42	1.96
Share Class 4	9.06	1.96
Share Class R3	9.33	1.96
2015		
Share Class 1	3.75	3.19
Share Class 3	3.89	3.19
Share Class 4	3.83	3.19
Share Class R3	3.87	3.19
2016*		
Share Class 1	10.12	21.03
Share Class 3	10.61	21.03
Share Class 4	10.47	21.03
Share Class R3	10.64	21.03
Share Class 9	10.78	21.03

<sup>3</sup> Source: Aviva Investors (based on 2pm values).

<sup>4</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

The value of an investment in the Aviva Investors Multi-asset Fund III and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS MULTI-ASSET FUND IV

## INVESTMENT OBJECTIVE

The Fund aims to provide capital growth.

## INVESTMENT POLICY

The Fund aims to achieve the investment objective by employing a blend of both strategic and tactical asset allocation across a diversified range of global asset classes.

The Fund may invest in securities, fixed income assets, Exchange Traded Funds, collective investment schemes, warrants, money market instruments, deposits, cash, near cash, property and commodities. Exposure to property and commodities will be via collective investment schemes and Exchange Traded Funds. The Fund may also invest directly in derivative instruments (including commodity futures) for the purposes of investment and efficient portfolio management.

By combining diversified and relatively uncorrelated assets, investment risk is controlled and kept in line with the Fund's 'balanced' risk profile.

Details about the Fund's 'balanced' risk profile are available in the Prospectus.

## RISK PROFILE

The Fund invests in other collective investment schemes and exchange traded funds (ETFs) and by doing so assumes any specific risks associated with the schemes or funds. ETFs may have exposure to derivative instruments and therefore expose the Fund to counterparty default risk.

The Fund has exposure to UK and overseas equities and fixed interest securities. Changes in exchange rates, interest rates and the credit ratings of companies issuing bonds may affect the performance of the Fund.

The Fund has exposure to investments in countries deemed to be emerging markets that are usually considered to carry a greater degree of risk than investments in established markets. The solvency of organisations in which the Fund has exposure to can change and this can affect the Fund's capital.

## AVIVA INVESTORS MULTI-ASSET FUND IV (CONTINUED)

### FUND MANAGER'S REPORT

Over the six months ended 31 August 2016, the Fund returned 13.29 per cent\* as both equities and bonds performed well.

Global equities enjoyed strong performance over the review period. The MSCI World Index returned 12.0 per cent in local terms, which translated into a gain of 20.64 per cent in sterling, as the market welcomed an easing of worries about the Chinese economy, a recovery in the price of commodities and the extension of economic stimulus policies by central banks in the UK, Europe and Japan. The performance boost for sterling investors was a function of a sharp depreciation of the pound after the UK voted to leave the EU in the June referendum.

One of the main concerns hanging over the markets during the period was the possible political and economic consequences of a 'Brexit'. In the event, the UK's decision to leave triggered only a short burst of market turbulence followed by a sharp rise in both stocks and bonds in response to the promise of further monetary support from the central banks.

The strongest returns were posted by emerging markets as confidence in their economic performance continued to build. However, Japanese stocks lost traction as investors began to lose faith in the effectiveness of the government's reflationary policies.

Corporate bonds posted attractive returns as prices were driven higher by the strength of the underlying government bond market. Although the lacklustre performance of the UK economy caused performance to be disappointing early in the period, investors' increasingly desperate hunt for yield, combined with the announcement

by the Bank of England that corporate bonds were to be included in its relaunched asset purchase programme, helped drive a recovery.

The main factor behind the Fund's underperformance was disappointing stock selection in the UK and Europe. In the UK, the overweight exposure to medium-sized companies was the main drag as investors fretted about the impact of Brexit uncertainty on this this domestically focused area of the market. However, stock strategy in emerging markets added value.

### Outlook

We are less bullish on equities than six months ago given the uncertainty hanging over markets in the wake of the 'Brexit' vote. Having said that, we like US and emerging equities. The strength of the US economy, a weaker dollar and the prospect of less monetary tightening in the US should support stocks in both regions. By contrast UK stocks look unappealing given the degree of uncertainty hanging over the domestic economy.

As for bond markets, while yields are unattractive, safe-haven demand will continue to support prices. Within corporate markets, we believe less-highly-rated segments, such as high-yield and emerging-market debt, are likely to outperform as the drop in sovereign yields encourages investors to hunt for a pick-up in yield.

### September 2016

\* Fund performance figures – share class 1, source Lipper, net of fees, net income reinvested in GBP, as at 31 August 2016.

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

## FUND FACTS

Accounting dates	Ex-dividend dates	Distribution dates
28 February	29 February/1 March	30 April
31 August	1 September	31 October

### Ongoing Charges Figure\*

	31.08.16	28.02.16
Share Class 1	1.41%	1.38%
Share Class 3	0.71%	0.68%
Share Class 4	0.91%	0.88%
Share Class R3	0.66%	0.63%
Share Class 9	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 period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF on share class 9 is restricted to the Annual Management Charge. The OCF on all other share classes includes a synthetic element of 0.18% (28.02.16: 0.14%) in respect of the underlying investments. There is a cap on all other operating expenses of 0.25%, however in the current period, all other operating expenses were less than this capped amount.

### Revenue Distributions – Accumulation Shares

Interim distribution for the six months ended 31 August 2016.		
	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 1	0.0000	0.0000
Share Class 3	0.5077	0.4255
Share Class 4	0.3572	0.2568
Share Class R3	0.5178	0.4159
Share Class 9	0.5225	0.4320

**Net Asset Value – Accumulation Shares\***

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 1	152.32	134.44	13.30%
Share Class 3	159.57	140.33	13.71%
Share Class 4	157.79	138.91	13.59%
Share Class R3	149.52	131.46	13.74%
Share Class 9	111.73	98.10	13.85%

	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 1	134.44	141.48	(4.98)%
Share Class 3	140.33	146.63	(4.30)%
Share Class 4	138.91	145.45	(4.50)%
Share Class R3	131.46	137.31	(4.26)%
Share Class 9	98.10	102.28	(4.09)%

	<b>28.02.15</b>	<b>28.02.14/ launch</b>	<b>Change</b>
Share Class 1	141.48	122.96	15.06%
Share Class 3	146.63	126.37	16.03%
Share Class 4	145.45	125.79	15.63%
Share Class R3	137.31	118.45	15.92%
Share Class 9	102.28	100.00 **	2.28%

	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 1	122.96	116.98	5.11%
Share Class 3	126.37	119.19	6.02%
Share Class 4	125.79	119.07	5.64%
Share Class R3	118.45	111.86	5.89%

\* Valued at bid market prices.

\*\* Launch price on 9 February 2015.

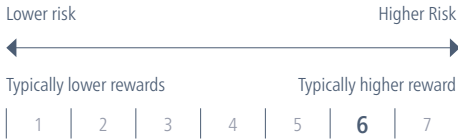
**Total Return – Accumulation Shares**

	<b>Fund<sup>1</sup></b>	<b>IA Specialist<sup>2</sup></b>
Share Class 1	13.29%	20.64%
Share Class 3	13.69%	20.64%
Share Class 4	13.58%	20.64%
Share Class R3	13.72%	20.64%
Share Class 9	13.88%	20.64%

<sup>1</sup> Source: Aviva Investors (based on 2pm values) for the six months ending 31 August 2016.

<sup>2</sup> Source: Lipper (based on close of business values) for the six months ending 31 August 2016.

### 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.
- An investment in shares of other funds will assume any specific risks associated with those funds. Unregulated funds carry higher risk as they have less rules governing them.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

### Top Ten Holdings

31.08.16

BlackRock North American Equity Tracker Fund Class L Accumulating GBP	31.95%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	11.09%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	10.51%
Aviva Investors Emerging Markets Equity Income Fund Class Zy, Accumulation shares	8.73%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	6.00%
Aviva Investors Global High Yield Bond Fund Class 1h Accumulation Shares, GBP	5.94%
Aviva Investors Emerging Markets Local Currency Bond Fund Class 1a, Income shares, GBP	5.87%
BlackRock Japan Equity Tracker Fund Class L Accumulating GBP	5.53%
Aviva Investors UK Index Tracking Fund Class 3, Accumulation shares	4.80%
Aviva Investors Global Investment Grade Corporate Bond Fund Class 1h, Accumulation shares, GBP	4.23%

**Top Ten Holdings****28.02.16**

BlackRock North American Equity Tracker Fund Class L Accumulating GBP	29.74%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	16.90%
BlackRock Japan Equity Tracker Fund Class L Accumulating GBP	9.66%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares, GBP	8.50%
Aviva Investors Emerging Markets Equity Income Fund Class Zy, Accumulation shares, GBP	7.89%
Aviva Investors Global High Yield Bond Fund Class lh, Accumulation shares, GBP	4.63%
Aviva Investors UK Index Tracking Fund Class 3, Accumulation shares, GBP	4.61%
Aviva Investors Emerging Markets Local Currency Bond Fund Class la, Income shares, GBP	4.60%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	4.04%
Aviva Investors Multi-Strategy Target Return Fund Class 3, Accumulation shares, GBP	2.17%

**Portfolio Breakdown**

	31.08.16	28.02.16
North America	37.91%	30.90%
Developed Europe - Excl UK	13.24%	17.67%
Cash and Equivalents	12.43%	6.32%
Alternative Trading Strategies	12.24%	11.53%
Japan	5.55%	9.28%
United Kingdom	5.43%	5.24%
Emerging Asia	4.71%	6.15%
Property	2.39%	2.66%
Developed Asia	1.12%	1.14%
South & Central America	0.98%	1.92%
Other Countries/Sectors	2.51%	4.44%
Total Investments	98.51%	97.25%
Net Other Assets	1.49%	2.75%
Net Assets	100.00%	100.00%

The above portfolio breakdown details the geographical/sector exposure of the underlying portfolio of the Collective Investment Scheme (CIS) that the Fund is invested in as opposed to the domicile of the CIS.

**Share Price Record – Accumulation Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2014	125.70	112.00
	2015	141.54	121.60
	2016	149.66	125.86
	2017**	154.76	134.19
Class 3	2014	128.30	114.40
	2015	146.69	125.10
	2016	155.26	131.34
	2017**	162.07	140.35
Class 4	2014	128.10	114.20
	2015	145.51	124.47
	2016	153.95	130.02
	2017**	160.27	138.87
Class R3	2014	120.40	107.30
	2015	137.37	117.24
	2016	145.38	123.04
	2017**	151.86	131.48
Class 9	2015***	102.32	100.00
	2016	108.34	91.81
	2017**	113.46	98.12

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

\*\*\* From 9 February 2015 (date of launch).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013 (9 February 2015 for Share Class 9).

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2014	0.0000	0.00
	2015	0.6011	5.13
	2016	0.7687	6.56
	2017*	0.0000	0.00
Class 3	2014	0.7045	5.90
	2015	1.7572	14.71
	2016	1.8176	15.21
	2017*	0.5077	4.22
Class 4	2014	0.3030	2.54
	2015	1.2793	10.72
	2016	1.4988	12.56
	2017*	0.3572	2.97
Class R3	2014	0.6261	5.58
	2015	1.5333	13.68
	2016	1.7523	15.63
Class 9	2017*	0.5178	4.58
	2015**	0.0000	0.00
	2016	1.4973	14.97
	2017*	0.5225	5.23

\* Up to 31 October 2016 (the interim distribution payment date).

\*\* From 9 February 2015 (date of launch).



---

**Calendar Year Performance**

<b>Total Return</b>	<b>Fund<sup>3</sup> %</b>	<b>IA Specialist<sup>4</sup> %</b>
2013		
Share Class 1	13.33	0.53
Share Class 3	14.32	0.53
Share Class 4	13.96	0.53
Share Class R3	14.17	0.53
2014		
Share Class 1	9.82	1.96
Share Class 3	10.75	1.96
Share Class 4	10.37	1.96
Share Class R3	10.64	1.96
2015		
Share Class 1	0.93	(5.75)
Share Class 3	1.68	(5.75)
Share Class 4	1.43	(5.75)
Share Class R3	1.69	(5.75)
2016*		
Share Class 1	11.19	21.03
Share Class 3	11.71	21.03
Share Class 4	11.56	21.03
Share Class R3	11.74	21.03
Share Class 9	11.89	21.03

<sup>3</sup> Source: Aviva Investors (based on 2pm values).

<sup>4</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

The value of an investment in the Aviva Investors Multi-asset Fund IV and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

# AVIVA INVESTORS MULTI-ASSET FUND V

## INVESTMENT OBJECTIVE

The Fund aims to provide capital growth.

## INVESTMENT POLICY

The Fund aims to achieve the investment objective by employing a blend of both strategic and tactical asset allocation across a diversified range of global asset classes.

The Fund may invest in securities, fixed income assets, Exchange Traded Funds, collective investment schemes, warrants, money market instruments, deposits, cash, near cash, property and commodities. Exposure to property and commodities will be via collective investment schemes and Exchange Traded Funds. The Fund may also invest directly in derivative instruments (including commodity futures) for the purposes of investment and efficient portfolio management.

By combining diversified and relatively uncorrelated assets, investment risk is controlled and kept in line with the Fund's 'adventurous' risk profile.

Details about the Fund's 'adventurous' risk profile are available in the Prospectus.

## RISK PROFILE

The Fund invests in other collective investment schemes and exchange traded funds (ETFs) and by doing so assumes any specific risks associated with the schemes or funds. ETFs may have exposure to derivative instruments and therefore expose the Fund to counterparty default risk.

The Fund has exposure to UK and overseas equities and fixed interest securities. Changes in exchange rates, interest rates and the credit ratings of companies issuing bonds may affect the performance of the Fund. The Fund has exposure to investments in countries deemed to be emerging markets that are usually considered to carry a greater degree of risk than investments in established markets. The solvency of organisations in which the Fund has exposure to can change and this can affect the Fund's capital.

## AVIVA INVESTORS MULTI-ASSET FUND V (CONTINUED)

### FUND MANAGER'S REPORT

Over the six months ended 31 August 2016, the Fund returned 16.00 per cent\* as both equities and bonds performed well.

Global equities enjoyed strong performance over the review period. The MSCI World Index returned 12.0 per cent in local terms, which translated into a gain of 20.64 per cent in sterling, as the market welcomed an easing of worries about the Chinese economy, a recovery in the price of commodities and the extension of economic stimulus policies by central banks in the UK, Europe and Japan. The performance boost for sterling investors was a function of a sharp depreciation of the pound after the UK voted to leave the EU in the June referendum.

One of the main concerns hanging over the markets during the period was the possible political and economic consequences of a 'Brexit'. In the event, the UK's decision to leave triggered only a short burst of market turbulence followed by a sharp rise in both stocks and bonds in response to the promise of further monetary support from the central banks.

The strongest returns were posted by emerging markets as confidence in their economic performance continued to build. However, Japanese stocks lost traction as investors began to lose faith in the effectiveness of the government's reflationary policies.

Corporate bonds posted attractive returns as prices were driven higher by the strength of the underlying government bond market. Although the lacklustre performance of the UK economy caused performance to be disappointing early in the period, investors' increasingly desperate hunt for yield, combined with the announcement

by the Bank of England that corporate bonds were to be included in its relaunched asset purchase programme, helped drive a recovery.

The main factor behind the Fund's underperformance was disappointing stock selection in the UK and Europe. In the UK, the overweight exposure to medium-sized companies was the main drag as investors fretted about the impact of Brexit uncertainty on this this domestically focused area of the market. However, stock strategy in emerging markets added value.

### Outlook

We are less bullish on equities than six months ago given the uncertainty hanging over markets in the wake of the 'Brexit' vote. Having said that, we like US and emerging equities. The strength of the US economy, a weaker dollar and the prospect of less monetary tightening in the US should support stocks in both regions. By contrast UK stocks look unappealing given the degree of uncertainty hanging over the domestic economy.

As for bond markets, while yields are unattractive, safe-haven demand will continue to support prices. Within corporate markets, we believe less-highly-rated segments, such as high-yield and emerging-market debt, are likely to outperform as the drop in sovereign yields encourages investors to hunt for a pick-up in yield.

### September 2016

\* Fund performance figures – share class 1, source Lipper, net of fees, net income reinvested in GBP, as at 31 August 2016.

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

## FUND FACTS

Accounting dates	Ex-dividend dates	Distribution dates
28 February	29 February/1 March	30 April
31 August	1 September	31 October

### Ongoing Charges Figure\*

	31.08.16	28.02.16
Share Class 1	1.40%	1.39%
Share Class 3	0.70%	0.69%
Share Class 4	0.90%	0.89%
Share Class R3	0.65%	0.64%
Share Class 9	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 period. The OCF is made up of the Annual Management Charge and other operating costs deducted from the assets of the Fund during the period, except for those payments that are explicitly excluded (performance fees). The OCF on share class 9 is restricted to the Annual Management Charge. The OCF on all other share classes includes a synthetic element of 0.14% (28.02.16: 0.13%) in respect of the underlying investments. There is a cap on all other operating expenses of 0.25%, however in the current period, all other operating expenses were less than this capped amount.

### Revenue Distributions – Accumulation Shares

Interim distribution for the six months ended 31 August 2016.

	Pence per share payable 31.10.16	Pence per share paid 31.10.15
Share Class 1	0.0000	0.0000
Share Class 3	0.3796	0.2740
Share Class 4	0.2242	0.1061
Share Class R3	0.3864	0.2699
Share Class 9	0.4461	0.3341

**Net Asset Value – Accumulation Shares\***

	Pence per share <b>31.08.16</b>	Pence per share <b>28.02.16</b>	<b>Change</b>
Share Class 1	150.75	129.85	16.10%
Share Class 3	158.59	136.12	16.51%
Share Class 4	153.67	132.03	16.39%
Share Class R3	147.10	126.23	16.53%
Share Class 9	113.88	97.59	16.69%

	<b>28.02.16</b>	<b>28.02.15</b>	<b>Change</b>
Share Class 1	129.85	138.31	(6.12)%
Share Class 3	136.12	143.96	(5.45)%
Share Class 4	132.03	139.93	(5.65)%
Share Class R3	126.23	133.45	(5.41)%
Share Class 9	97.59	102.95	(5.21)%

	<b>28.02.15</b>	<b>28.02.14/ launch</b>	<b>Change</b>
Share Class 1	138.31	117.80	17.41%
Share Class 3	143.96	121.57	18.42%
Share Class 4	139.93	118.59	17.99%
Share Class R3	133.45	112.81	18.30%
Share Class 9	102.95	100.00 **	2.95%

	<b>28.02.14</b>	<b>28.02.13</b>	<b>Change</b>
Share Class 1	117.80	117.84	(0.03)%
Share Class 3	121.57	120.59	0.81%
Share Class 4	118.59	118.34	0.21%
Share Class R3	112.81	111.70	0.99%

\* Valued at bid market prices.

\*\* Launch price on 9 February 2015.

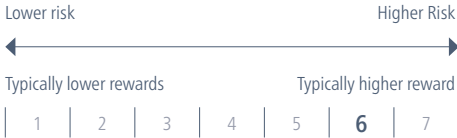
**Total Return – Accumulation Shares**

	<b>Fund<sup>1</sup></b>	<b>IA Specialist<sup>2</sup></b>
Share Class 1	16.00%	20.64%
Share Class 3	16.42%	20.64%
Share Class 4	16.30%	20.64%
Share Class R3	16.44%	20.64%
Share Class 9	16.60%	20.64%

<sup>1</sup> Source: Aviva Investors (based on 2pm values) for the six months ending 31 August 2016.

<sup>2</sup> Source: Lipper (based on close of business values) for the six months ending 31 August 2016.

### 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.
- An investment in shares of other funds will assume any specific risks associated with those funds. Unregulated funds carry higher risk as they have less rules governing them.
- Full information on the risks applicable to the Fund is detailed in the Prospectus.

### Top Ten Holdings

31.08.16

BlackRock North American Equity Tracker Fund Class L Accumulating GBP	30.93%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	13.55%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	13.45%
Aviva Investors Emerging Markets Equity Income Fund Class 2y, Accumulation shares, GBP	10.81%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares	8.05%
Aviva Investors Emerging Markets Local Currency Bond Fund Class 1a, Income shares, GBP	7.22%
Aviva Investors Global High Yield Bond Fund Class 1h Accumulation Shares, GBP	7.21%
BlackRock Japan Equity Tracker Fund Class L Accumulating GBP	6.71%
FTSE 100 Index 16/09/2016	0.73%
Buy USD 6,596,874 sell GBP 4,694,647 dated 21/09/2016	0.50%

**Top Ten Holdings****28.02.16**

BlackRock North American Equity Tracker Fund Class L Accumulating GBP	28.64%
BlackRock Continental European Equity Tracker Fund Class L Accumulating GBP	20.92%
BlackRock Japan Equity Tracker Fund Class L Accumulating GBP	11.63%
Aviva Investors Emerging Markets Equity Income Fund Class Zy, Accumulation shares, GBP	9.93%
Aviva Investors Multi-Strategy Target Return Fund Class 8, Accumulation shares, GBP	7.02%
Aviva Investors Global High Yield Bond Fund Class lh, Accumulation shares, GBP	5.76%
Aviva Investors Emerging Markets Local Currency Bond Fund Class la, Income shares, GBP	5.58%
Aviva Investors Sterling Liquidity Fund Class 3, Income shares, GBP	2.52%
BlackRock Pacific ex Japan Equity Tracker Fund Class L Accumulating GBP	2.27%
Aviva Investors Multi-Strategy Target Income Fund Class 8, Income shares	0.78%

**Portfolio Breakdown**

	<b>31.08.16</b>	<b>28.02.16</b>
North America	33.89%	29.42%
Cash and Equivalents	22.28%	5.36%
Developed Europe - Excl UK	14.90%	21.08%
Alternative Trading Strategies	8.10%	7.59%
Japan	6.71%	11.08%
Emerging Asia	5.73%	7.54%
Property	1.29%	0.00%
Developed Asia	1.27%	1.35%
South & Central America	1.15%	2.32%
Middle East & Africa	1.11%	1.38%
Other Countries/Sectors	2.43%	6.22%
Total Investments	98.86%	93.34%
Net Other Assets	1.14%	6.66%
Net Assets	100.00%	100.00%

The above portfolio breakdown details the geographical/sector exposure of the underlying portfolio of the Collective Investment Scheme (CIS) that the Fund is invested in as opposed to the domicile of the CIS.

**Share Price Record – Accumulation Shares**

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2014	123.02	106.60
	2015	138.37	115.82
	2016	147.09	119.72
	2017**	153.72	129.87
Class 3	2014	125.90	109.40
	2015	144.02	119.66
	2016	153.26	125.47
	2017**	161.67	136.15
Class 4	2014	123.20	107.00
	2015	139.99	116.67
	2016	148.91	121.71
	2017**	156.67	132.06
Class R3	2014	116.90	101.60
	2015	133.51	111.02
	2016	142.06	116.35
	2017**	149.96	126.26
Class 9	2015***	102.99	100.00
	2016	109.63	89.94
	2017**	116.08	97.61

\* Valued at mid market prices.

\*\* Up to 31 August 2016.

\*\*\* From 9 February 2015 (date of launch).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2013 (9 February 2015 for Share Class 9).

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2014	0.0000	0.00
	2015	0.6082	5.15
	2016	0.5703	4.83
	2017*	0.0000	0.00
Class 3	2014	0.5499	4.55
	2015	1.7403	14.39
	2016	1.5906	13.15
	2017*	0.3796	3.12
Class 4	2014	0.1539	1.30
	2015	1.2515	10.57
	2016	1.2538	10.59
	2017*	0.2242	1.89
Class R3	2014	0.2575	2.29
	2015	1.4996	13.35
	2016	1.5217	13.55
Class 9	2017*	0.3864	3.44
	2015**	0.0380	0.37
	2016	1.3754	13.35
	2017*	0.4461	4.46

\* Up to 31 October 2016 (the interim distribution payment date).

\*\* From 9 February 2015 (date of launch).



---

**Calendar Year Performance**


---

<b>Total Return</b>	<b>Fund<sup>3</sup> %</b>	<b>IA Specialist<sup>4</sup> %</b>
2013		
Share Class 1	6.34	0.53
Share Class 3	7.28	0.53
Share Class 4	6.87	0.53
Share Class R3	7.19	0.53
2014		
Share Class 1	11.35	1.96
Share Class 3	12.30	1.96
Share Class 4	11.91	1.96
Share Class R3	12.20	1.96
2015		
Share Class 1	(3.02)	(5.64)
Share Class 3	(2.54)	(5.64)
Share Class 4	(2.70)	(5.64)
Share Class R3	(2.54)	(5.64)
2016*		
Share Class 1	13.45	21.03
Share Class 3	13.98	21.03
Share Class 4	13.83	21.03
Share Class R3	14.02	21.03
Share Class 9	14.17	21.03

<sup>3</sup> Source: Aviva Investors (based on 2pm values).

<sup>4</sup> Source: Lipper (based on close of business values).

\* Up to 31 August 2016.

The value of an investment in the Aviva Investors Multi-asset Fund V and any revenue from it can go down as well as up. You may not get back the original amount invested. Past performance is not a guide to future performance.

## OTHER INFORMATION

More information about the activities and performance of the Aviva Investors Portfolio Funds ICVC for this period and previous periods can be obtained from the Authorised Corporate Director.

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

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

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

### **Annual General Meetings**

The Company will not be holding Annual General Meetings.

### **SIGNIFICANT INFORMATION**

#### **Changes to the Prospectus**

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

#### **Regular Savings Mandates set up before 31 December 2012**

From 13 April 2016, the ACD has discounted the initial charge in full on all future investment made in each of the Funds through regular investment mandates set up before 31 December 2012.

## OTHER INFORMATION (CONTINUED)

### **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.

### **Report and Financial Statements**

Copies of the annual and half yearly long form report and financial statements are available free of charge by calling us on 0800 051 2003, or by writing to us at:

Aviva Investors Administration Office  
PO Box 10410  
Chelmsford  
Essex, CM99 2AY

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

### **Paper Information**

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

## COMPANY INFORMATION

### Authorised Corporate Director

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

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

The ACD is authorised as an Alternative Investment Fund Manager (AIFM) under the Alternative Investment Fund Managers Directive (AIFMD).

### Directors of the Authorised Corporate Director

I Buckle  
J Misselbrook  
D Dahan (resigned 31 March 2016)  
S Ebenston  
A Brown (resigned 22 July 2016)  
M Craston (appointed 22 March 2016)  
G Cass (appointed 16 June 2016)

### Administrator and Registrar

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

### Investment Manager

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

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

### Depositary

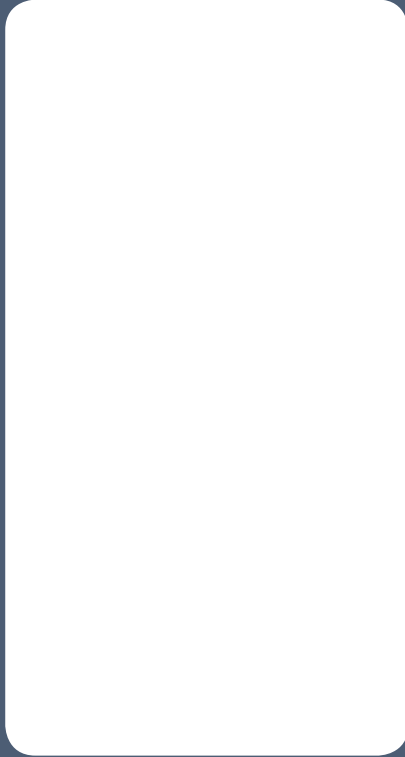
Citibank Europe plc, UK Branch  
Citigroup Centre  
25 Canada Square  
Canary Wharf  
London, E14 5LB

Citibank Europe plc is authorised and regulated by the Central Bank of Ireland, however, the UK branch is subject to Financial Conduct Authority (FCA) regulation.

### Independent Auditors

PricewaterhouseCoopers LLP  
7 More London Riverside  
London, SE1 2RT





Please use the details below to ask for additional information, to buy or sell investments, or if you wish to complain to us.

**If you wish to write to us:**

Aviva Investors Administration Office  
PO Box 10410  
Chelmsford CM99 2AY

**If you wish to call us:**

Customer services: 0800 051 2003  
(8.30am – 5.30pm Monday to Friday)

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

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

Aviva Investors UK Fund Services Limited.  
Registered in England No. 1973412. Authorised and regulated by the Financial Conduct Authority. FCA Registered No. 119310  
Registered address: No. 1 Poultry, London EC2R 8EJ.  
An Aviva company.

**Further information about  
Aviva Investors can be found  
on our website**

[avivainvestors.com](http://avivainvestors.com)