

# AVIVA INVESTORS UK PROPERTY FEEDER TRUST

## Annual Report and Financial Statements

For the year ended 30 September 2023



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

## TRUST INFORMATION

### MANAGER

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

Aviva Investors UK Fund Services Limited (the Manager) 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 Manager is a member of the Investment Association and is authorised and regulated by the Financial Conduct Authority.

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

### TRUSTEE AND DEPOSITARY

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

### INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP  
7 More London Riverside  
London, SE1 2RT

### DIRECTORS

J Adamson  
M Bell  
A Coates  
M Craston  
B Fowler  
J Lowe (Appointed 28 August 2023)  
K McClellan  
M White  
S Winstanley

### REGISTRAR AND ADMINISTRATOR

SS&C Financial Services Europe Ltd  
SS&C House  
St Nicholas Lane  
Basildon  
Essex, SS15 5FS

### FUND ACCOUNTING AND PRICING AGENT

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

## MANAGER'S REPORT

### THE TRUST

Aviva Investors UK Property Feeder Trust (the Trust) is a Unit Trust incorporated in England and Wales since 18 August 2017. The property of the Trust is entrusted to J.P. Morgan Europe Limited (the Trustee and Depositary). The shareholders are not liable for any debts of the Trust.

The object of the Trust is to invest solely in the Aviva Investors UK Property Fund with the exception of cash balances which may also be held for the purposes of maintaining sufficient liquidity to enable the Trust to meet its commitments, such as expenses and redemptions.

The Trust has an umbrella structure which means that it may contain more than one fund, each with a different investment objective. There are currently two funds in the Aviva Investors UK Property Feeder Trust; the Aviva Investors UK Property Feeder Accumulation Fund and the Aviva Investors UK Property Feeder Income Fund (the "Feeder Funds"). In the financial statements you will find an investment review for each fund which includes details of the investment objectives.

Winding up costs for both the Aviva Investors UK Property Feeder Accumulation Fund and the Aviva Investors UK Property Income Fund will be borne by the Manager.

### AUTHORISED STATUS

The Trust is a Non-UCITS Retail Scheme under the rules of the COLL Sourcebook and is an alternative investment fund or AIF for the purposes of the FUND Sourcebook. Units in the Trust are not listed on any investment exchange. The Trust is authorised by the FCA as an "umbrella" scheme, in that the Trust issues units linked to different sub-funds which have been established. Each sub-fund is invested in accordance with the investment objective and investment policy applicable to that sub-fund and as if it were a separate Non-UCITS Retail Scheme for the purposes of the COLL Sourcebook. For investment purposes the assets of each sub-fund will be treated as separate from those of every other sub-fund.

### THE FINANCIAL STATEMENTS

We are pleased to present the annual report and financial statements of the Trust for the year ended 30 September 2023. As required by the Regulations, information for each of the funds has been included in these financial statements. On the following pages we review the performance of each of those funds during the year. We hope that you find our review useful and informative.

### ANNUAL GENERAL MEETINGS

The Trust will not be holding any Annual General Meetings.

### CLOSURE OF THE AVIVA INVESTORS UK PROPERTY FUND, THE AVIVA INVESTORS UK PROPERTY FEEDER INCOME FUND AND THE AVIVA INVESTORS UK PROPERTY FEEDER ACCUMULATION FUND (THE "FUNDS")

Aviva Investors UK Fund Services Limited took the decision to suspend all dealing in the Aviva Investors UK Property Fund with effect from 12 noon on 18 March 2020. This was due to the Standing Independent Valuer advising us of "material valuation uncertainty" for all direct property assets within the portfolio and the associated risk that investors could have bought and sold shares/units at a price which did not fairly reflect the value of those shares/units had dealing been allowed to continue.

In addition to the above Aviva Investors UK Fund Services Limited suspended all dealing in the Aviva Investors UK Property Feeder Income Fund and the Aviva Investors UK Property Feeder Accumulation Fund, part of the Aviva Investors Property Unit Trust.

On 31 January 2021 the Value Assessment for these Funds determined that a strategic review should be undertaken to ensure investors' long-term interests could continue to be served.

This review, combined with forecast redemption levels upon re-opening, concluded that the Funds' ability to fully benefit from the economies of scale and the diversification of investments that collective investment schemes normally bring would soon be limited.

As such Aviva Investors UK Fund Services Limited concluded that it would now be in investors' interests to close the above Funds and return cash to investors in a fair and orderly manner.

On the 19 July 2021 the Funds were placed into termination and will continue to be suspended.

As at the year-end date 30 September 2023 all but one of the Fund's properties had been sold. The one remaining property, Central Studios, Reading, will be sold as soon as possible to achieve the best return possible.

For further information, please visit our dedicated website at <https://www.avivainvestors.com/en-gb/paif/>

On 19 July 2021, the Aviva Investors UK Property Fund, Aviva Investors UK Property Feeder Income Fund and the Aviva Investors UK Property Feeder Accumulation Funds commenced termination, further to the notice that we sent to affected investors in May. To ensure the fair treatment of all investors throughout the closure process, it is necessary to continue the suspension of all dealing in this Fund. As a result of the Fund closing, the financial statements have been prepared on a basis other than going concern.

## MANAGER'S REPORT (CONTINUED)

### SIGNIFICANT INFORMATION

#### Updates to the Prospectus

On 17 October 2022, we amended the Prospectus of the Aviva Investors Property Funds ICVC and the Aviva Investors Property Feeder Trust to reflect:

- a) economies of scale discounts which the authorised corporate director is proposing to apply to the annual management charge of certain share classes within certain sub-funds of the above scheme; and
- b) that going forward charges related to the disbursements and expenses of tax, legal and other professional advisers in relation to litigation pursued for, or on behalf of, the scheme or its subfund(s) will be taken directly out of scheme property.

#### RESPONSIBLE INVESTMENT POLICY

With effect from 30 April 2020, Aviva Investors UK Fund Services Limited ("ACD") updated the Responsible Investment Policy ("Policy") to prohibit funds from investing in companies which derive prescribed levels of revenue from Controversial Weapons and Civilian Firearms ("Excluded Companies").

#### Further details on the Policy

We have defined Controversial Weapons as weapons that have been subject to widespread ban or restriction by International Treaties and Conventions, on the basis they have one or more of the following characteristics:

- The weapon is indiscriminate, i.e. there is an increased risk of civilian casualties.
- The weapon can be classified as a weapon of mass destruction with a single incident resulting in a large number of deaths.
- The weapon is considered to be excessively injurious, i.e. it causes an inordinate amount of pain and suffering.
- The weapon may have long term health impacts on the populations in areas where they are used.

We have defined Civilian Firearms as firearms and small arms ammunitions designed for civilian use, excluding products exclusively sold for the military, government, and law enforcement markets.

Aviva Investors UK Fund Services Limited has prohibited direct investment by the Funds into any Excluded Companies. The Funds are also prohibited from having indirect exposure to Excluded Companies except where:

- The Fund has indirect exposure to a financial index and Excluded Companies are constituents of the financial index and,
- The Fund invests in other funds managed by third parties. While, consideration of environmental, social, and governance factors are an integral part of the Fund selection process, the underlying funds may not operate exclusions equivalent to the Policy.

The Policy has been updated to reflect these prohibitions and was available from 30 April 2020 on the Aviva Investors website.

#### Impact on our funds

The Policy applies to all our funds, however, the Aviva Investors UK Property Feeder Inc Fund and the Aviva Investors UK Property Feeder Acc Fund purely invest into the Aviva Investors UK Property Fund (which is within the scope of the Policy) and cash, and therefore will not have any exposure to Excluded Companies.

From 30 April 2020 all fund Prospectuses have been updated to reflect the amended Policy.

### FATCA AND CRS REPORTING

Tax regulations require us to collect information about your tax residency and you will have therefore provided this at the time of making your investment with us. The term tax regulations refers to the International Tax Compliance Regulations 2015 which implements the Foreign Account Tax Compliance Act (FATCA) and the OECD Common Reporting Standard (CRS) for Automatic Exchange of Financial Account Information. As a result, in certain circumstances we will be obliged to share information about your account(s) with Her Majesty's Revenue & Customs (HMRC) who may in turn share this information with any or all jurisdictions that have agreed to exchange information under FATCA and CRS. The information previously provided by you at the time of making your investment will be used by us to report to HMRC regarding your account(s), where so required. This does not apply where you have invested with us solely via an ISA.

## STATEMENT OF CROSS HOLDINGS

There are no cross holdings as at 30 September 2023.

## POLICIES AND RISKS

### ACCOUNTING POLICIES

#### a Basis of accounting

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

The Manager intends to terminate the Funds at the earliest opportunity and therefore the financial statements have been prepared on a basis other than going concern. In applying this basis of preparation, the assets and liabilities continue to be stated at their fair values which materially equate to their realisable values.

Wind up costs for both the Aviva Investors UK Property Feeder Accumulation Fund and the Aviva Investors UK Property Feeder Income Fund will be borne by the Manager.

#### b Unit classes

Aviva Investors UK Property Feeder Accumulation Fund has three unit classes (classes 1, 2 and 6) and they are all accumulation units. Unit classes 1 and 6 are retail units and unit class 2 is institutional units.

Aviva Investors UK Property Feeder Income Fund has five unit classes (classes 1, 2, 5, 6 and 7) and they are all income units. Unit classes 1 and 6 are retail units and unit classes 2, 5 and 7 are institutional units.

#### c Recognition of revenue

Distributions receivable from the underlying investment in the Aviva Investors UK Property Fund (the Master Fund) are recognised on an accruals basis. The distributions receivable are accrued and recognised in three streams (dividend, interest and property) in line with the nature and breakdown of the underlying revenue earned by the Master Fund. Revenue received from the Master Fund depends on the income stream; Property Income Distributions (PID) are received net of tax at 20%, whilst interest distributions and dividend distributions are received gross.

Deposit interest and any other revenue are also accounted for on an accruals basis.

#### d Basis of valuation of investments

The Aviva Investors UK Property Feeder Accumulation Fund invests all or substantially all of its scheme property in the Class D accumulation share class of the Master Fund. The Aviva Investors UK Property Feeder Income Fund invests all or substantially all of its scheme property in the Class D income share class of the Master Fund. Holdings in the Master Fund are valued at fair value, which is deemed to be the net asset value per share as reported in the comparative table in the Master Fund's Annual Report & Financial Statements at the end of the current accounting year. The valuation is also in accordance with FRS102.

The investment value is a product of rent and yield derived using comparison techniques. In undertaking the valuation of properties under this method, an assessment has been made on the basis of a collation and analysis of appropriate comparable investment, rental and sale transaction, together with evidence of demand within the vicinity of subject property.

#### e Property purchases and sales

Property purchases and sales are recognised on completion of the purchase or sale. Any adjustments to sales are recognised on or following completion of the sale.

#### f Exchange rates

Assets and liabilities held in foreign currencies are translated at the rate ruling at midday on the last business day of the accounting year. Revenue and expenditure items are translated at the rate ruling at the date of the transaction.

#### g Expenses

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

#### h Taxation and deferred taxation

Provision for Corporation Tax is based at the current rate, as appropriate, on the excess of taxable revenue over allowable expenses and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Deferred taxation is provided using the liability method on all timing differences, and is calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

#### i Unclaimed distributions

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

#### j Cash flow statement

A cash flow statement has been included as the Funds hold investments in Aviva Property UK Fund PAIF.



## POLICIES AND RISKS (CONTINUED)

### DISTRIBUTION POLICIES

#### a Distribution policy

If at the end of the accounting year, revenue exceeds expenses and tax, the net revenue of the Funds is available to be distributed to unitholders. Should expenses and taxation exceed revenue, there will be no distribution and the shortfall will be met from capital.

Income is distributed, at unit class level, to the unitholders in accordance with the Funds' Prospectus.

Revenue attributable to accumulation unitholders is retained at the end of the distribution period and represents a reinvestment of revenue.

#### b Equalisation

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

### RISK MANAGEMENT POLICIES

The Trust's financial instruments comprise investments in the Master Fund, bank balances and debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for issues and payable for cancellations, and debtors for accrued revenue.

The Trust has exposure to a number of different risks to varying degrees. The main risks the Trust faces from its financial instruments are directly related to the risks attached to the underlying investments held by the Master Fund and the Investment Manager's policies for managing these risks are summarised below:

#### a Foreign currency risk

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

#### b Interest rate risk

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

#### c Market risk

There is a risk that a property might be sold for a different value to the Independent Valuer's valuation, due to market conditions, economic risks and environmental risks being different to the valuer's assumptions. There is also a risk that the price at which an asset is valued may not be realisable in the event of sale. This could be due to a mis-estimation of the asset's value, other investment opportunities or due to lack of liquidity in the relevant market. The Manager ensures that the valuer is independent, holds a recognised and relevant professional qualification and has recent experience in the location and category of the investment property being valued.

Further information on the investment portfolios is set out in the investment reports and portfolio statements, of the individual Funds.

#### d Liquidity risk

This is the risk that there is insufficient liquidity which restricts a Fund's investment opportunities or ability to pay liabilities at short notice. This risk is managed with the use of cash and cash equivalents and by ensuring that overdrafts are monitored and maintained within investment limits and exposure to unquoted or illiquid securities is limited. In line with standard industry practice for valuing property funds, the Funds can switch between a bid price basis and an offer price basis.

Property investments are relatively illiquid compared to bonds and equities. Where Funds are invested in property, investors may not be able to switch or cash in their investment when they want because property in the Fund may not always be readily saleable.

#### e Concentration risk

Concentration risk is the risk of a portfolio being too concentrated in particular positions or too exposed to certain factors. Highly concentrated positions can exacerbate market and liquidity risk. The Company's assets are invested mainly in direct properties. As such each Fund is exposed to concentration risk through its investment strategy. To manage this risk, each Fund's direct portfolio is diversified geographically and/or by sector (such as commercial versus non-commercial).

#### f Leverage risk

In accordance with the Alternative Investment Funds Management Directive (AIFMD) the Alternative Investment Fund Manager (AIFM) is required to disclose the leverage of the Alternative Investment Fund (AIF). Leverage is defined as any method by which the Fund increases its exposure through borrowing or the use of derivatives. The Funds were not leveraged during the year.

#### g Property default risk

Tenants in the Company's properties may become unable to pay rent. As a result, the Fund's income may be impacted and further costs incurred.

Adherence to regulatory and fund investment guidance and to investments and borrowing powers mitigates the risk of exposure to any type of security or issuer.

#### h Counterparty Risk

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

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

## AVIVA INVESTORS UK PROPERTY FEEDER ACCUMULATION FUND

### INVESTMENT OBJECTIVE

The Fund aims to provide a combination of income and growth over the long term (5 years or more), through exposure to UK property.

On 19 July 2021 the FCA accepted Aviva Investors application to terminate the Fund. The remaining properties held within the Fund was/will be sold and proceeds from the resulting sales will be distributed to Investors in due course. The below Investment Objective and Investment Approach sections set out the Fund objectives and approach prior to the Fund's closure on 19 July 2021.

### INVESTMENT APPROACH

#### Core investment

The Fund will be invested solely in the Aviva Investors UK Property Fund (the "Master Fund") other than cash and deposits, which will only be held to ensure that the Fund can meet its payment obligations.

#### Master Fund Strategy and environmental, social and governance ("ESG") factors

The Fund aims to achieve similar investment returns to the Master Fund. However, returns may be different as a result of the cash and deposits held by the Fund.

The Master Fund is structured as a Property Authorised Investment Fund and will invest at least 70% of its assets in UK property in normal market conditions. The Master Fund's strategy, including its consideration of ESG factors, is set out below:

The Master Fund is actively managed and the Investment Manager aims to use detailed analysis, expertise and relationships to drive income and growth for investors, rather than relying on property market movements alone. This will include making decisions such as actively managing property transactions, redeveloping properties and the negotiation of leases.

ESG factors are integrated into the due diligence performed before purchasing assets for the Master Fund, and throughout the life of the investment, with the intention of reducing risk, protecting value, and delivering enhanced income and growth. This includes engagement with the occupiers of properties to reduce energy consumption and waste, and to increase community engagement. Identification of ESG risks does not preclude investment in or the continued holding of an asset, as our ability to mitigate risks through active management of assets is also taken into account, and the Investment Manager retains discretion over the investments that are selected for the Master Fund. Aviva Investors' investment policy includes limited ESG restrictions, and further information on how we integrate Responsible Investment and these restrictions into our investment approach, and how we engage with companies is available on our website and in the Prospectus.

Investors may wish to refer to the Key Investor Information Document and Prospectus for the Master Fund for full details of its investment objective and the investments it can make.

### Performance & Risk Measurement

The Fund's performance is compared against the Investment Association UK Direct Property Sector (the "Sector"). The Sector is an industry benchmark made up of funds which meet the Sector criteria, which includes investing at least 70% of their assets directly in UK property on average over 5 year rolling periods. The Sector also includes funds whose policy is to dedicate investment into one of the funds which meet the Sector criteria, which is the case for the Fund.

The Sector has been selected as a benchmark for performance measurement because the Fund will be managed in line with the criteria of the Sector, and it is an independent measure of the performance of investment funds which are comparable to those of the Fund. It is therefore an appropriate comparator for the Fund's performance.

### RISK PROFILE

The Trust invests in the Aviva Investors UK Property Fund (the Master Fund), which invests a significant proportion of its assets in physical property that at times may not always be readily saleable. Investors should be aware that during such times that the Trust's property of the Master Fund is not readily saleable, the ACD of the Master Fund may defer redemptions or suspend dealing in shares of the Master Fund, meaning that the Manager will necessarily defer redemptions of units, or suspend dealing in units in the Trust. As a result of this, the Trust may be suitable only for those investors who have capital which may be committed on a long-term basis.

Investments in property are relatively illiquid and more difficult to realise than equities or bonds.

There is no assurance that the estimates resulting from the valuation process will reflect the actual sales price even where a sale occurs shortly after the valuation date.

The value of investments and the income from them will change over time.

### FUND MANAGER'S REPORT

Aviva Investors UK Fund Services Limited took the decision to suspend all dealing in the Aviva Investors UK Property Fund, the Aviva Investors UK Property Feeder Inc Fund and the Aviva Investors UK Property Feeder Acc Fund with effect from 12 noon on 18 March 2020. This was due to the Standing Independent Valuer advising us of "material valuation uncertainty" for all direct property assets within the portfolio and the associated risk that investors could have bought and sold shares/units at a price which did not fairly reflect the value of those shares/units had dealing been allowed to continue.

On 31 January 2021 the Value Assessment for these Funds determined that a strategic review should be undertaken to ensure investors' long-term interests could continue to be served. This review, combined with forecast redemption levels upon re-opening, concluded that the Funds' ability to fully benefit from the economies of scale and the diversification of investments that collective investment schemes normally bring would soon be limited.

As such Aviva Investors UK Fund Services Limited concluded that it would now be in investors' interests to wind-up the Funds and return cash to investors in a fair and orderly manner. The Funds will continue to be suspended and with effect from 19 July 2021 will be placed into termination. For further information, please visit our dedicated website at <https://www.avivainvestors.com/en-gb/paif/>

## AVIVA INVESTORS UK PROPERTY FEEDER ACCUMULATION FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Performance

Over the 12 months to 30 September 2023, the Fund\* delivered a total return of -5.21% per cent (Share Class 2 Accumulation net of fees) compared to the Investment Association UK Direct Property Sector average of -9.49%.

#### Review

As investors will be aware, dealing in the Funds was suspended in March 2020 due to material uncertainty over the valuation of property within the portfolio, brought about by the Covid-19 pandemic. During this period of economic uncertainty, it became increasingly challenging to generate positive returns whilst also providing the necessary liquidity to re-open the Funds.

On 31 January 2021 the Value Assessment for these Funds determined that a strategic review should be undertaken to ensure investors' long-term interests could continue to be served. This review, combined with forecast redemption levels upon re-opening, concluded that the Funds' ability to fully benefit from the economies of scale and the diversification of investments that collective investment schemes normally bring would soon be limited. Size is particularly important for funds that invest in property directly because the costs involved in acquiring, managing and disposing of properties are usually much higher than the costs associated with other asset types.

As such it was concluded that it would be in investors' best interests to wind-up the Funds and return cash to investors in a fair and orderly manner.

The Funds have continued to be suspended during this period and with effect from 19 July 2021 was placed into termination. Since investors were informed that we will be closing the Aviva Investors UK Property Fund the focus of the manager has been on preparing for and executing the orderly sale of the Fund's portfolio.

In order to both improve investment performance for the benefit of investors whilst they remain invested in the Fund, and also to position each asset to achieve the best outcome when they are ultimately brought to market, we continue to deliver active management of the underlying property.

The previous update detailed recent disposals at; Guildhall Shopping Centre, Exeter, Aberdeen Business Park and St James Gate, Newcastle. Since the previous report, the following assets have been sold;

- Spurriergate, York – November 2022 for £7.39m
- Corn Exchange, Manchester – December 2022 for £37.3m

This leaves one remaining asset in the Fund (Central Studios, Reading), which is forecast for a Q2 2024 disposal.

As previously advised, in order to ensure the fair treatment of all investors throughout the closure process, it has been necessary to continue the suspension of all dealing in the Fund, so all investors share equitably in the proceeds raised by the sale of each property. Continuing the suspension of dealing in the Fund enables us to conduct the sale process in an orderly manner so that we can maximise the sales values achieved and act in the best interests of all investors. Until the portfolio sales plan is complete, the Management team will continue to focus on income collection and active asset management so that we can maximise the regular income distributions.

#### January 2024

\* Source: Lipper for Investment Management (performance calculated on a bid to bid basis, net income reinvested) as at 30 March 2023 (share class 2 accumulation, net of fees).

Some of the information within this is based upon Aviva Investors estimates. These have been calculated by Aviva Investors Real Estate Strategy and Research Team based on data sourced from recent market transactions and should not be relied on by anyone else for the purpose of making investment decisions. Past performance is not a guide to future.

### PROPERTY RELATED SECURITIES SALES

Aviva Investors UK Property Fund†

† Investment managed by a related party.

### PROPERTY RELATED SECURITIES PURCHASES

There were no purchases during the year.

#### Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 %	Benchmark* %
31.12.18 to 31.12.19	-7.80	-7.60	-0.50
31.12.19 to 31.12.20	-13.60	-13.40	-3.80
31.12.20 to 31.12.21	0.50	0.70	7.40
31.12.21 to 31.12.22	2.02	2.24	-7.83
31.12.22 to 31.12.23	-1.50	-1.40	-3.30

\* Benchmark – Investment Association UK Direct Property Sector.

## COMPARATIVE TABLES

Class 1 Accumulation units	2023 p per unit	2022 p per unit	2021 p per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	91.42	84.69	87.86
Return before operating charges <sup>†</sup>	(6.20)	7.60	(2.31)
Operating charges	(0.76)	(0.87)	(0.86)
Return after operating charges <sup>†</sup>	(6.96)	6.73	(3.17)
Distributions	–	(2.74)	(2.00)
Retained distributions on accumulation units	–	2.74	2.00
Closing net asset value per unit	84.46	91.42	84.69
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after operating charges	(7.61)%	7.95%	(3.61)%
<b>Other information</b>			
Closing net asset value (£000)	6,524	17,198	32,339
Closing number of units	7,725,007	18,812,950	38,185,862
Operating charges (%) <sup>‡</sup>	1.02%	1.02%	1.02%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest unit price	91.43	94.10	87.20
Lowest unit price	85.32	81.19	80.92

Class 2 Accumulation units	2023 p per unit	2022 p per unit	2021 p per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	92.67	85.66	88.65
Return before operating charges <sup>†</sup>	(6.38)	7.65	(2.36)
Operating charges	(0.56)	(0.64)	(0.63)
Return after operating charges <sup>†</sup>	(6.94)	7.01	(2.99)
Distributions	–	(2.96)	(2.22)
Retained distributions on accumulation units	–	2.96	2.22
Closing net asset value per unit	85.73	92.67	85.66
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after operating charges	(7.49)%	8.18%	(3.37)%
<b>Other information</b>			
Closing net asset value (£000)	12,340	32,477	60,937
Closing number of units	14,393,772	35,047,233	71,138,063
Operating charges (%) <sup>‡</sup>	0.74%	0.74%	0.74%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest unit price	92.69	95.38	88.00
Lowest unit price	86.50	82.17	81.79

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

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

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

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

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

**Ongoing Charges Figure<sup>\*†</sup>**

Unit class	OCF* 30.09.23	PER** 30.09.23	Total*** 30.09.23	OCF* 30.09.22	PER** 30.09.22	Total*** 30.09.22
Class 1	1.02%	1.18%	2.20%	1.02%	1.67%	2.69%
Class 2	0.74%	1.18%	1.92%	0.74%	1.67%	2.41%

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

\*\* The Property Expense Ratio (PER) reflects any additional costs associated with the day-to-day operation of the direct property assets and is presented as a percentage of the average net value of the Fund over the year.

\*\*\* The Total Ratio represents the aggregate charges of the feeder (the sub-fund) and its qualifying master scheme (the Master fund).

<sup>†</sup> The Fund purchases Share class D of the UK Property Fund which does not carry an annual management charge.

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

## FUND PORTFOLIO STATEMENT

As at 30 September 2023

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Collective Investment Schemes 78.74% (93.46%)</b>				
Aviva Investors UK Property Fund†	GBP	16,804,440	14,854	78.74
<b>Total collective investment schemes</b>			<b>14,854</b>	<b>78.74</b>
Investment assets			14,854	78.74
Net other assets			4,010	21.26
<b>Net assets</b>			<b>18,864</b>	<b>100.00</b>

The comparative percentage figures in brackets are as at 30 September 2022.

† Investment managed by a related party.

## STATEMENT OF TOTAL RETURN

### For the year ended 30 September 2023

	Notes	£000	Year ended 30.09.23 £000	£000	Year ended 30.09.22 £000
Income					
Net capital (losses)/gains	2		(2,044)		7,295
Revenue	3	26		3,033	
Expenses	4	(198)		(549)	
Net (expense)/revenue before taxation		(172)		2,484	
Taxation	5	–		(309)	
Net (expense)/revenue after taxation			(172)		2,175
<b>Total return before distributions</b>			<b>(2,216)</b>		<b>9,470</b>
Distributions	6		–		(2,175)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>(2,216)</b>		<b>7,295</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

### For the year ended 30 September 2023

	£000	Year ended 30.09.23 £000	£000	Year ended restated 30.09.22 £000
Opening net assets attributable to unitholders (as previously reported)		–		93,773
Impact of restatement (refer to note 19)		–		(497)
Opening net assets attributable to unitholders (restated)		49,675		93,276
Movement due to issue and cancellation of units:				
Amounts payable on cancellation of units	(28,666)		(53,260)	
		(28,666)		(53,260)
Dilution adjustment		71		317
Change in net assets attributable to unitholders from investment activities (see above)		(2,216)		7,295
Retained distribution on accumulation units		–		2,047
<b>Closing net assets attributable to unitholders</b>		<b>18,864</b>		<b>49,675</b>

## BALANCE SHEET

### As at 30 September 2023

	Notes	As at 30.09.23 £000	Restated as at 30.09.22 £000
<b>Assets:</b>			
Investments*	7	14,854	46,393
<b>Current assets:</b>			
Debtors	8	109	2,349
Cash and bank balances	9	4,641	2,362
<b>Total assets</b>		<b>19,604</b>	<b>51,104</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Other creditors	10	(740)	(1,429)
<b>Total liabilities</b>		<b>(740)</b>	<b>(1,429)</b>
<b>Net assets attributable to unitholders</b>		<b>18,864</b>	<b>49,675</b>

\* Prior year figures have been restated to reflect historic adjustments. Please see note 19 for further information.

## CASH FLOW STATEMENT

### For the year ended 30 September 2023

	Note	£000	Year ended 30.09.23 £000	£000	Year ended 30.09.22 £000
<b>Net cash outflow from operating activities</b>	17		(10)		(2,224)
<b>Servicing of finance</b>					
Distributions paid			831		–
<b>Taxation</b>					
Taxation (paid)/received			(568)		315
<b>Financial investments</b>					
Sales of investments		29,495		51,367	
			<b>29,495</b>		<b>51,367</b>
<b>Financing</b>					
Interest paid from income		26		3	
Amounts paid on cancellation of shares		(27,495)		(48,567)	
			<b>(27,469)</b>		<b>(48,564)</b>
<b>Increase in cash in the year</b>			<b>2,279</b>		<b>894</b>
<b>Net cash and cash equivalents at the start of the year</b>			<b>2,362</b>		<b>1,468</b>
<b>Net cash and cash equivalents at the end of the year</b>			<b>4,641</b>		<b>2,362</b>



## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 and 7 for accounting basis and policies.

### 2 Net capital (losses)/gains

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
<b>Net capital (losses)/gains on investment during the year comprise:</b>		
Realised non-derivative contracts losses	(4,243)	(6,993)
Unrealised non-derivative contracts gains	2,199	14,288
<b>Net capital (losses)/gains</b>	<b>(2,044)</b>	<b>7,295</b>

### 3 Revenue

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
Bank and deposit interest	26	3
Property income distributions	–	2,092
UK dividends	–	938
<b>Total revenue</b>	<b>26</b>	<b>3,033</b>

### 4 Expenses\*

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
<b>Payable to the Manager, associates of the Manager and agents of either of them:</b>		
Fund Management Fee	198	549
<b>Total expenses</b>	<b>198</b>	<b>549</b>

\* Audit Fee: The audit fee for the Aviva Investors UK Property Fund master feeder structure is borne at the level of the Aviva Investors UK Property Fund. The audit fee (excluding VAT) for Aviva Investors UK Property Feeder Accumulation Fund and Aviva Investors UK Property Feeder Income Fund was £14,676 (2022: £13,464).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
Corporation tax	–	309
<b>Total current tax (see note 5b)</b>	<b>–</b>	<b>309</b>

**b Factors affecting current tax charge**

The tax assessed for the year is higher (2022: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2022: 20%).

The differences are explained below:

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
<b>Net (expense)/revenue before taxation</b>	<b>(172)</b>	<b>2,484</b>
Corporation tax at 20%	(34)	497
<b>Effects of:</b>		
Movement in excess management expenses	34	–
UK dividends not subject to corporation tax	–	(188)
<b>Current tax charge (see note 5a)</b>	<b>–</b>	<b>309</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2022: £nil).

**6 Distributions**

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
<b>The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:</b>		
Interim distribution	–	1,258
Final distribution	–	789
	–	2,047
Add: Revenue deducted on cancellation of units	–	128
<b>Total distributions</b>	<b>–</b>	<b>2,175</b>

Details of the distributions per unit are set out in the distribution tables on page 20.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**7 Fair value hierarchy**

	As at 30.09.23 Assets £000	Restated as at 30.09.22 Assets £000
Level 3: Unobservable data	14,854	46,393
<b>Total value</b>	<b>14,854</b>	<b>46,393</b>

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

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

The disclosure is split into the following categories:

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

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

**Level 3:** Valuation techniques using unobservable inputs.

**8 Debtors**

	As at 30.09.23 £000	As at 30.09.22 £000
Accrued revenue	–	1,271
Corporation tax recoverable	109	1,078
<b>Total debtors</b>	<b>109</b>	<b>2,349</b>

**9 Cash and bank balances**

	As at 30.09.23 £000	As at 30.09.22 £000
Cash and bank balances	4,641	2,362
<b>Total cash and bank balances</b>	<b>4,641</b>	<b>2,362</b>

**10 Other creditors**

	As at 30.09.23 £000	As at 30.09.22 £000
Accrued expenses	740	552
Corporation tax payable	–	877
<b>Total other creditors</b>	<b>740</b>	<b>1,429</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2022: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 12 Related party transactions

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

The Manager's periodic charges paid to Aviva Investors UK Fund Services Limited ("the Manager") are shown in note 4 and details of units issued and cancelled by the Manager are shown in the statement of change in net assets attributable to unitholders. The balance due to the Manager at the year end in respect of Manager periodic charges was £739,860 (2022: £551,910). Any balance due from the Manager in respect of issues is shown in note 8. Any balance due to the Manager in respect of cancellations is shown in note 10.

Distributions payable to the Manager and related parties of the Manager during the year amounted to £nil (2022: £491,000). The amount outstanding at the year end was £nil (2022: £249,000). Related parties of the Manager are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

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

The total purchases and sales on these investments during the 30 September 2023 amounted to £nil (2022: £nil) and £29,495,468 (2022: £nil) respectively. The income received during the 30 September 2023 amounted to £nil (2022: £nil).

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

	Holdings at 30.09.23 (units)	Movement (units)	Holdings at 30.09.22 (units)
Manager and related parties (Class 1 Accumulation units)	3,747,624	(5,501,572)	9,249,196
Manager and related parties (Class 2 Accumulation units)	3,311,534	(4,712,166)	8,023,700

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

### 13 Unitholder funds

The Fund currently has two unit classes: Class 1 (Retail) and Class 2 (Institutional). The Fund Management Fee are as follows:

Class 1: 1.02%

Class 2: 0.74%

The net asset value per unit class, the net asset value per unit and the number of units in the class are shown on page 10. The distributions per unit class are given in the distribution tables on page 20. All the unit classes have the same rights on winding up.

### 14 Units in issue reconciliation

	Number of units in issue at 30.09.22	Number of units issued	Number of units cancelled	Number of units converted	Number of units in issue at 30.09.23
Class 1 Accumulation units	18,812,950	–	(11,087,943)	–	7,725,007
Class 2 Accumulation units	35,047,233	–	(20,653,461)	–	14,393,772

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on page 7.

#### Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2022: £nil).

#### Currency risk

The Fund's financial assets and liabilities are all denominated in Sterling. As a result, the Fund has no exposure to currency movement.

#### Interest rate risk

At the year end date 24.26% (2022: 4.71%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

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

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

#### Market price risk

At the year end date, 78.74% (2022: 93.46%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 7.87% (2022: 9.35%).

### 16 Direct transaction costs

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 30 September 2023 (2022: £nil). The total purchases for the year amounted to £nil (2022: £nil) and the total sales amounted to £29,495,000 (2022: £51,367,000).

#### Dealing spread

As at 30 September 2023, the average portfolio dealing spread was nil% (2022: nil%). This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

### 17 Reconciliation of net (expense)/revenue before taxation to net cash inflow from operating activities

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
Net (expense)/revenue before taxation	(172)	2,484
Removal of capital items	(26)	(3,033)
Increase/(decrease) in creditors	188	(1,675)
<b>Net cash outflow from operating activities</b>	<b>(10)</b>	<b>(2,224)</b>

### 18 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2022: £nil).

### 19 Prior year restatement

The financial statements for the year ended 30 September 2022 have been restated. The restatement relates to a correction made in the underlying Aviva Investors UK Property Fund, which has led to a restatement in the Fund's prior year opening investment value in the holding. The prior year investment value of the Aviva Investors UK Property Fund has been decreased by £497,000. As a result the below balances have been restated:

The opening NAV for the prior year has been restated to £93,276,000 from £93,773,000. The closing NAV for the prior year has been restated to £49,67,000 from £50,172,000.

Within the balance sheet, the prior year Investments balance has been restated to £46,393,000 from £46,890,000.

## DISTRIBUTION TABLES

**Final distribution payable in pence per unit for the six months ended 30 September 2023**

Accumulation units		Net revenue	Equalisation	Final distribution payable 30 November 2023	Final distribution paid 30 November 2022
Class 1 Accumulation units	Group 1	0.0000	–	0.0000	1.3867
	Group 2	0.0000	0.0000	0.0000	1.3867
Class 2 Accumulation units	Group 1	0.0000	–	0.0000	1.5057
	Group 2	0.0000	0.0000	0.0000	1.5057

**Final Distribution**

Group 1 units are those units purchased at or before 12.00 noon on 31 March 2023.

Group 2 units are those units purchased after 12:00 noon on 31 March 2023.

**Interim distribution paid in pence per unit for the six months ended 31 March 2023**

Accumulation units		Net revenue	Equalisation	Interim distribution paid 31 May 2023	Interim distribution paid 31 May 2022
Class 1 Accumulation units	Group 1	0.0000	–	0.0000	1.3489
	Group 2	0.0000	0.0000	0.0000	1.3489
Class 2 Accumulation units	Group 1	0.0000	–	0.0000	1.4576
	Group 2	0.0000	0.0000	0.0000	1.4576

**Interim Distribution**

Group 1 units are those units purchased at or before 12.00 noon on 30 September 2022.

Group 2 units are those units purchased after 12:00 noon on 30 September 2022.

**Equalisation**

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

## AVIVA INVESTORS UK PROPERTY FEEDER INCOME FUND

### INVESTMENT OBJECTIVE

The Fund aims to provide a combination of income and growth over the long term (5 years or more), through exposure to UK property.

On 19 July 2021 the FCA accepted Aviva Investors application to terminate the Fund. The remaining properties held within the Fund will be sold and proceeds from the resulting sales will be distributed to Investors in due course. The below Investment Objective and Investment Approach sections set out the Fund objectives and approach prior to the Fund's closure on 19 July 2021.

### INVESTMENT APPROACH

#### Core investment

The Fund will be invested solely in the Aviva Investors UK Property Fund (the "Master Fund") other than cash and deposits, which will only be held to ensure that the Fund can meet its payment obligations.

#### Master Fund Strategy and environmental, social and governance ("ESG") factors

The Fund aims to achieve similar investment returns to the Master Fund. However, returns may be different as a result of the cash and deposits held by the Fund.

The Master Fund is structured as a Property Authorised Investment Fund and will invest at least 70% of its assets in UK property in normal market conditions. The Master Fund's strategy, including its consideration of ESG factors, is set out below:

The Master Fund is actively managed and the Investment Manager aims to use detailed analysis, expertise and relationships to drive income and growth for investors, rather than relying on property market movements alone. This will include making decisions such as actively managing property transactions, redeveloping properties and the negotiation of leases.

ESG factors are integrated into the due diligence performed before purchasing assets for the Master Fund, and throughout the life of the investment, with the intention of reducing risk, protecting value, and delivering enhanced income and growth. This includes engagement with the occupiers of properties to reduce energy consumption and waste, and to increase community engagement. Identification of ESG risks does not preclude investment in or the continued holding of an asset, as our ability to mitigate risks through active management of assets is also taken into account, and the Investment Manager retains discretion over the investments that are selected for the Master Fund. Aviva Investors' investment policy includes limited ESG restrictions, and further information on how we integrate Responsible Investment and these restrictions into our investment approach, and how we engage with companies is available on our website and in the Prospectus.

Investors may wish to refer to the Key Investor Information Document and Prospectus for the Master Fund for full details of its investment objective and the investments it can make.

### Performance & Risk Measurement

The Fund's performance is compared against the Investment Association UK Direct Property Sector (the "Sector"). The Sector is an industry benchmark made up of funds which meet the Sector criteria, which includes investing at least 70% of their assets directly in UK property on average over 5 year rolling periods. The Sector also includes funds whose policy is to dedicate investment into one of the funds which meet the Sector criteria, which is the case for the Fund.

The Sector has been selected as a benchmark for performance measurement because the Fund will be managed in line with the criteria of the Sector, and it is an independent measure of the performance of investment funds which are comparable to those of the Fund. It is therefore an appropriate comparator for the Fund's performance.

### RISK PROFILE

The Trust invests in the Aviva Investors UK Property Fund (the Master Fund), which invests a significant proportion of its assets in physical property that at times may not always be readily saleable. Investors should be aware that during such times that the Trust's property of the Master Fund is not readily saleable, the ACD of the Master Fund may defer redemptions or suspend dealing in shares of the Master Fund, meaning that the Manager will necessarily defer redemptions of units, or suspend dealing in units in the Trust. As a result of this, the Trust may be suitable only for those investors who have capital which may be committed on a long-term basis.

Investments in property are relatively illiquid and more difficult to realise than equities or bonds.

There is no assurance that the estimates resulting from the valuation process will reflect the actual sales price even where a sale occurs shortly after the valuation date.

The value of investments and the income from them will change over time.

### FUND MANAGER'S REPORT

Aviva Investors UK Fund Services Limited took the decision to suspend all dealing in the Aviva Investors UK Property Fund, the Aviva Investors UK Property Feeder Inc Fund and the Aviva Investors UK Property Feeder Acc Fund with effect from 12 noon on 18 March 2020. This was due to the Standing Independent Valuer advising us of "material valuation uncertainty" for all direct property assets within the portfolio and the associated risk that investors could have bought and sold shares/units at a price which did not fairly reflect the value of those shares/units had dealing been allowed to continue.

On 31 January 2021 the Value Assessment for these Funds determined that a strategic review should be undertaken to ensure investors' long-term interests could continue to be served. This review, combined with forecast redemption levels upon re-opening, concluded that the Funds' ability to fully benefit from the economies of scale and the diversification of investments that collective investment schemes normally bring would soon be limited.

As such Aviva Investors UK Fund Services Limited concluded that it would now be in investors' interests to wind-up the Funds and return cash to investors in a fair and orderly manner. The Funds will continue to be suspended and with effect from 19 July 2021 will be placed into termination. For further information, please visit our dedicated website at <https://www.avivainvestors.com/en-gb/paif/>

## AVIVA INVESTORS UK PROPERTY FEEDER INCOME FUND (CONTINUED)

### FUND MANAGER'S REPORT (CONTINUED)

#### Performance

Over the 12 months to 30 September 2023, the Fund\* delivered a total return of -5.21% per cent (Share Class 2 Accumulation net of fees) compared to the Investment Association UK Direct Property Sector average of -9.49%.

#### Review

As investors will be aware, dealing in the Funds was suspended in March 2020 due to material uncertainty over the valuation of property within the portfolio, brought about by the Covid-19 pandemic. During this period of economic uncertainty, it became increasingly challenging to generate positive returns whilst also providing the necessary liquidity to re-open the Funds.

On 31 January 2021 the Value Assessment for these Funds determined that a strategic review should be undertaken to ensure investors' long-term interests could continue to be served. This review, combined with forecast redemption levels upon re-opening, concluded that the Funds' ability to fully benefit from the economies of scale and the diversification of investments that collective investment schemes normally bring would soon be limited. Size is particularly important for funds that invest in property directly because the costs involved in acquiring, managing and disposing of properties are usually much higher than the costs associated with other asset types.

As such it was concluded that it would be in investors' best interests to wind-up the Funds and return cash to investors in a fair and orderly manner.

The Funds have continued to be suspended during this period and with effect from 19 July 2021 was placed into termination. Since investors were informed that we will be closing the Aviva Investors UK Property Fund the focus of the manager has been on preparing for and executing the orderly sale of the Fund's portfolio.

In order to both improve investment performance for the benefit of investors whilst they remain invested in the Fund, and also to position each asset to achieve the best outcome when they are ultimately brought to market, we continue to deliver active management of the underlying property.

The previous update detailed recent disposals at; Guildhall Shopping Centre, Exeter, Aberdeen Business Park and St James Gate, Newcastle. Since the previous report, the following assets have been sold;

- Spurriergate, York – November 2022 for £7.39m
- Corn Exchange, Manchester – December 2022 for £37.3m

This leaves one remaining asset in the Fund (Central Studios, Reading), which is forecast for a Q2 2024 disposal.

As previously advised, in order to ensure the fair treatment of all investors throughout the closure process, it has been necessary to continue the suspension of all dealing in the Fund, so all investors share equitably in the proceeds raised by the sale of each property. Continuing the suspension of dealing in the Fund enables us to conduct the sale process in an orderly manner so that we can maximise the sales values achieved and act in the best interests of all investors. Until the portfolio sales plan is complete, the Management team will continue to focus on income collection and active asset management so that we can maximise the regular income distributions.

#### January 2024

\* Source: Lipper for Investment Management (performance calculated on a bid to bid basis, net income reinvested) as at 30 March 2023 (share class 2 accumulation, net of fees).

Some of the information within this is based upon Aviva Investors estimates. These have been calculated by Aviva Investors Real Estate Strategy and Research Team based on data sourced from recent market transactions and should not be relied on by anyone else for the purpose of making investment decisions. Past performance is not a guide to future.

### PROPERTY RELATED SECURITIES SALES

Aviva Investors UK Property Fund†

† Investment managed by a related party.

### PROPERTY RELATED SECURITIES PURCHASES

There were no purchases during the year.

#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 %	Share Class 5 %
31.12.18 to 31.12.19	-7.70	-7.60	-8.70
31.12.19 to 31.12.20	-13.50	-13.30	-16.20
31.12.20 to 31.12.21	0.40	0.70	1.60
31.12.21 to 31.12.22	1.84	2.01	-1.11
31.12.22 to 31.12.23	-1.80	-1.50	-0.70

#### Performance History – Income Shares

Calendar year	Share Class 7 %	Benchmark* %
31.12.18 to 31.12.19	-4.90	-0.50
31.12.19 to 31.12.20	-17.00	-3.80
31.12.20 to 31.12.21	2.60	7.40
31.12.21 to 31.12.22	-1.11	-7.83
31.12.22 to 31.12.23	-0.70	-3.30

\* Benchmark – Investment Association UK Direct Property Sector.



## COMPARATIVE TABLES

Class 1 Income units	2023 p per unit	2022 p per unit	2021 p per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	79.85	75.71	82.86
Return before operating charges <sup>†</sup>	(3.87)	7.39	(4.47)
Operating charges	(0.72)	(0.79)	(0.81)
Return after operating charges <sup>†</sup>	(4.59)	6.60	(5.28)
Distributions	–	(2.46)	(1.87)
Closing net asset value per unit	75.26	79.85	75.71
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after operating charges	(5.75)%	8.72%	(6.37)%
<b>Other information</b>			
Closing net asset value (£000)	4,474	12,635	24,979
Closing number of units	5,943,995	15,823,707	32,992,515
Operating charges (%) <sup>‡</sup>	1.02%	1.02%	1.02%
Direct transaction costs (%) <sup>§</sup>	–	–	–
<b>Prices<sup>¶</sup></b>			
Highest unit price	81.32	85.30	82.41
Lowest unit price	76.02	74.98	75.97

Class 2 Income units	2023 p per unit	2022 p per unit	2021 p per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	79.90	75.80	82.94
Return before operating charges <sup>†</sup>	(3.87)	7.31	(4.52)
Operating charges	(0.52)	(0.57)	(0.59)
Return after operating charges <sup>†</sup>	(4.39)	6.74	(5.11)
Distributions	–	(2.64)	(2.03)
Closing net asset value per unit	75.51	79.90	75.80
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after operating charges	5.49%	8.89%	(6.16)%
<b>Other information</b>			
Closing net asset value (£000)	4,719	13,295	26,300
Closing number of units	6,249,947	16,640,387	34,695,303
Operating charges (%) <sup>‡</sup>	0.74%	0.74%	0.74%
Direct transaction costs (%) <sup>§</sup>	–	–	–
<b>Prices<sup>¶</sup></b>			
Highest unit price	82.36	85.45	82.40
Lowest unit price	76.09	75.10	76.07

Class 5 Income units	2023 p per unit	2022 p per unit	2021 p per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	80.15	75.51	82.00
Return before operating charges <sup>†</sup>	(13.48)	6.93	(6.49)
Operating charges	–	–	–
Return after operating charges <sup>†</sup>	(13.48)	6.93	(6.49)
Distributions	–	(2.29)	–
Closing net asset value per unit	66.67	80.15	75.51
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after operating charges	(16.82)%	9.18%	(7.91)%
<b>Other information</b>			
Closing net asset value (£000)	–	–	–
Closing number of units	–	–	1
Operating charges (%) <sup>‡</sup>	0.00%	0.00%	0.00%
Direct transaction costs (%) <sup>§</sup>	–	–	–
<b>Prices<sup>¶</sup></b>			
Highest unit price	79.52	80.15	81.20
Lowest unit price	76.19	75.51	74.86

## COMPARATIVE TABLES (CONTINUED)

Class 7 Income units	2023 p per unit	2022 p per unit	2021 p per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	80.15	75.51	82.00
Return before operating charges <sup>†</sup>	(13.48)	6.93	(6.49)
Operating charges	–	–	–
Return after operating charges <sup>†</sup>	(13.48)	6.93	(6.49)
Distributions	–	(2.29)	–
Closing net asset value per unit	66.67	80.15	75.51
<sup>†</sup> after direct transaction costs of	–	–	–
<b>Performance</b>			
Return after operating charges	(16.82)%	9.18%	(7.91)%
<b>Other information</b>			
Closing net asset value (£000)	–	–	–
Closing number of units	–	–	1
Operating charges (%) <sup>‡</sup>	0.00%	0.00%	0.00%
Direct transaction costs (%) <sup>#</sup>	–	–	–
<b>Prices<sup>≈</sup></b>			
Highest unit price	80.15	80.15	81.20
Lowest unit price	76.19	75.51	74.86

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

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

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

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

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

**Ongoing Charges Figure<sup>\*†</sup>**

Unit class	OCF <sup>*</sup> 30.09.23	PER <sup>**</sup> 30.09.23	Total <sup>***</sup> 30.09.23	OCF <sup>*</sup> 30.09.22	PER <sup>**</sup> 30.09.22	Total <sup>***</sup> 30.09.22
Class 1	1.02%	1.18%	2.20%	1.02%	1.67%	2.69%
Class 2	0.74%	1.18%	1.92%	0.74%	1.67%	2.41%

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

\*\* The Property Expense Ratio (PER) reflects any additional costs associated with the day-to-day operation of the direct property assets and is presented as a percentage of the average net value of the Fund over the year.

\*\*\* The Total Ratio represents the aggregate charges of the feeder (the sub-fund) and its qualifying master scheme (the Master fund).

† The Fund purchases Share class D of the UK Property Fund which does not carry an annual management charge.

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

## FUND PORTFOLIO STATEMENT

As at 30 September 2023

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Collective Investment Schemes 85.22% (94.42%)</b>				
Aviva Investors UK Property Fund†	GBP	10,613,301	7,834	85.22
<b>Total collective investment schemes</b>			<b>7,834</b>	<b>85.22</b>
Investment assets			7,834	85.22
Net other assets			1,359	14.78
<b>Net assets</b>			<b>9,193</b>	<b>100.00</b>

The comparative percentage figures in brackets are as at 30 September 2022.

† Investment managed by a related party.

## STATEMENT OF TOTAL RETURN

For the year ended 30 September 2023

	Notes	£000	Year ended 30.09.23 £000	£000	Year ended 30.09.22 £000
Income					
Net capital (losses)/gains	2		(1,073)		2,558
Revenue	3	8		1,663	
Expenses	4	(112)		(318)	
Net (expense)/revenue before taxation		(104)		1,345	
Taxation	5	–		(169)	
Net (expense)/revenue after taxation			(104)		1,176
<b>Total return before distributions</b>			<b>(1,177)</b>		<b>3,734</b>
Distributions	6		–		(1,176)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>(1,177)</b>		<b>2,558</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

For the year ended 30 September 2023

	£000	Year ended 30.09.23 £000	£000	Year ended restated 30.09.22 £000
Opening net assets attributable to unitholders (as previously reported)		–		51,542
Impact of restatement (refer to note 19)		–		(263)
Opening net assets attributable to unitholders (restated)		25,930		51,279
Movement due to issue and cancellation of units:				
Amounts payable on cancellation of units	(15,598)		(28,092)	
		(15,598)		(28,092)
Dilution adjustment		38		185
Change in net assets attributable to unitholders from investment activities (see above)		(1,177)		2,558
<b>Closing net assets attributable to unitholders</b>		<b>9,193</b>		<b>25,930</b>

## BALANCE SHEET

### As at 30 September 2023

	Notes	As at 30.09.23 £000	Restated as at 30.09.22 £000
<b>Assets:</b>			
Investments*	7	7,834	24,468
<b>Current assets:</b>			
Debtors	8	64	1,311
Cash and bank balances	9	1,301	1,084
<b>Total assets</b>		<b>9,199</b>	<b>26,863</b>
<b>Liabilities:</b>			
<b>Creditors:</b>			
Distribution payable		–	(424)
Other creditors	10	(6)	(509)
<b>Total liabilities</b>		<b>(6)</b>	<b>(933)</b>
<b>Net assets attributable to unitholders</b>		<b>9,193</b>	<b>25,930</b>

\* Prior year figures have been restated to reflect historic adjustments. Please see note 19 for further information.

## CASH FLOW STATEMENT

### For the year ended 30 September 2023

	Note	£000	Year ended 30.09.23 £000	£000	Year ended 30.09.22 £000
Net cash inflow from operating activities	17		338		1,020
<b>Servicing of finance</b>					
Distributions paid			(424)		(1,563)
<b>Taxation</b>					
Taxation received			295		58
<b>Financial investments</b>					
Sales of investments		15,560		27,978	
			<b>15,560</b>		<b>27,978</b>
<b>Financing</b>					
Interest paid from income		8		2	
Amounts paid on cancellation of shares		(15,560)		(27,978)	
			<b>(15,552)</b>		<b>(27,976)</b>
<b>Increase/(decrease) in cash in the year</b>			<b>217</b>		<b>(483)</b>
<b>Net cash and cash equivalents at the start of the year</b>			<b>1,084</b>		<b>(1,567)</b>
<b>Net cash and cash equivalents at the end of the year</b>			<b>1,301</b>		<b>1,084</b>

## NOTES TO THE FINANCIAL STATEMENTS

### 1 Accounting basis and policies

Please see pages 6 and 7 for accounting basis and policies.

### 2 Net capital (losses)/gains

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
<b>Net capital (losses)/gains on investment during the year comprise:</b>		
Realised non-derivative contracts losses	(5,448)	(8,361)
Unrealised non-derivative contracts gains	4,375	10,919
<b>Net capital (losses)/gains</b>	<b>(1,073)</b>	<b>2,558</b>

### 3 Revenue

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
Bank and deposit interest	8	2
Property income distributions	–	1,160
UK dividends	–	501
<b>Total revenue</b>	<b>8</b>	<b>1,663</b>

### 4 Expenses\*

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
<b>Payable to the Manager, associates of the Manager or agents of either of them:</b>		
Fund Management Fee	112	318
<b>Total expenses</b>	<b>112</b>	<b>318</b>

\* Audit Fee: The audit fee for the Aviva Investors UK Property Fund master feeder structure is borne at the level of the Aviva Investors UK Property Fund. The audit fee (excluding VAT) for Aviva Investors UK Property Feeder Accumulation Fund and Aviva Investors UK Property Feeder Income Fund was £14,676 (2022: £13,464).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
Corporation tax	–	169
<b>Total current tax (see note 5b)</b>	<b>–</b>	<b>169</b>

**b Factors affecting current tax charge**

The tax assessed for the year is higher (2022: lower) than the standard rate of corporation tax in the UK for an Authorised Investment Fund (20%) (2022: 20%).

The differences are explained below:

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
<b>Net (expense)/revenue before taxation</b>	<b>(104)</b>	<b>1,345</b>
Corporation tax at 20%	(21)	269
<b>Effects of:</b>		
Movement in excess management expenses	21	–
UK dividends not subject to corporation tax	–	(100)
<b>Current tax charge (see note 5a)</b>	<b>–</b>	<b>169</b>

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

**c Deferred tax**

There was no provision for deferred tax at the year end (2022: £nil).

**6 Distributions**

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
<b>The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:</b>		
Interim distribution	–	682
Final distribution	–	424
	–	1,106
Add: Revenue deducted on cancellation of units	–	70
<b>Total distributions</b>	<b>–</b>	<b>1,176</b>

Details of the distributions per unit are set out in the distribution tables on page 34.



## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**7 Fair value hierarchy**

Valuation technique	As at 30.09.23 Assets £000	Restated as at 30.09.22 Assets £000
Level 3: Unobservable data	7,834	24,468
<b>Total value</b>	<b>7,834</b>	<b>24,468</b>

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

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

The disclosure is split into the following categories:

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

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

**Level 3:** Valuation techniques using unobservable inputs.

**8 Debtors**

	As at 30.09.23 £000	As at 30.09.22 £000
Accrued revenue	–	695
Corporation tax recoverable	64	616
<b>Total debtors</b>	<b>64</b>	<b>1,311</b>

**9 Cash and bank balances**

	As at 30.09.23 £000	As at 30.09.22 £000
Cash and bank balances	1,301	1,084
<b>Total cash and bank balances</b>	<b>1,301</b>	<b>1,084</b>

**10 Other creditors**

	As at 30.09.23 £000	As at 30.09.22 £000
Accrued expenses	6	19
Corporation tax payable	–	490
<b>Total other creditors</b>	<b>6</b>	<b>509</b>

**11 Contingent liabilities and commitments**

There were no contingent liabilities or commitments at the year end (2022: £nil).

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 12 Related party transactions

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

The Manager's periodic charges paid to Aviva Investors UK Fund Services Limited ("the Manager") are shown in note 4 and details of units issued and cancelled by the Manager are shown in the statement of change in net assets attributable to unitholders. The balance due to the Manager at the year end in respect of Manager periodic charges was £5,674 (2022: £18,857). Any balance due from the Manager in respect of issues is shown in note 8. Any balance due to the Manager in respect of cancellations is shown in note 10.

Distributions payable to the Manager and related parties of the Manager during the year amounted to £nil (2022: £100,000). The amount outstanding at the year end was £nil (2022: £51,000). Related parties of the Manager are deemed to be all companies under the control of Aviva Plc. This will include companies which hold shares in the Fund on behalf of other external investors.

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

The total purchases and sales on these investments during the 30 September 2023 amounted to £nil (2022: £nil) and £15,560,000 (2022: £27,978,000) respectively. The income received during the 30 September 2023 amounted to £nil (2022: £nil).

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

	Holdings at 30.09.23 (units)	Movement (units)	Holdings at 30.09.22 (units)
Manager and related parties (Class 1 Income units)	966	(2,621,194)	2,622,160
Manager and related parties (Class 2 Income units)	493,566	(840,893)	1,334,459

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

### 13 Unitholder funds

The Fund currently has four unit classes: Class 1 (Retail) and Class 2, Class 5 and Class 7 (Institutional). The Fund Management Fee are as follows:

Class 1: 1.02%  
 Class 2: 0.74%  
 Class 5: 0.67%  
 Class 7: 0.74%

The net asset value per unit class, the net asset value per unit and the number of units in the class are shown on pages 23 and 24. The distributions per unit class are given in the distribution table on page 34. All the unit classes have the same rights on winding up.

### 14 Units in issue reconciliation

	Number of units in issue at 30.09.22	Number of units issued	Number of units cancelled	Number of units converted	Number of units in issue at 30.09.23
Class 1 Income units	15,823,707	–	(9,879,712)	–	5,943,995
Class 2 Income units	16,640,387	–	(10,390,440)	–	6,249,947

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### 15 Derivatives and other financial instruments

The policies applied in the management of financial instruments are set out on page 7.

#### Fair value of financial assets and financial liabilities

There is no significant difference between the carrying values of the financial assets and liabilities and their fair values (2022: £nil).

#### Currency risk

The Fund's financial assets and liabilities are all denominated in Sterling. As a result, the Fund has no exposure to currency movement.

#### Interest rate risk

At the year end date 13.96% (2022: 4.14%) of the net assets of the Fund were interest bearing and as such the interest rate risk is not considered significant.

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

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

#### Market price risk

At the year end date, 85.22% (2022: 94.42%) of the net assets of the Fund were invested in ordinary shares or stock units or debt securities admitted to an official stock exchange. If the market value were to change by 10%, the value of the Fund would change by 8.52% (2022: 9.44%).

### 16 Direct transaction costs

Due to the nature of the investments held, no transaction costs or taxes were incurred on the Fund's purchases or sales during the current year ended 30 September 2023 (2022: £nil). The total purchases for the year amounted to £nil (2022: £nil) and the total sales amounted to £15,559,624 (2022: £27,977,896).

#### Dealing spread

As at 30 September 2023, the average portfolio dealing spread was nil% (2022: nil%). This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

### 17 Reconciliation of net (expense)/revenue before taxation to net cash inflow from operating activities

	Year ended 30.09.23 £000	Year ended 30.09.22 £000
Net (expense)/revenue before taxation	(104)	1,343
Increase in debtors	455	1,009
Decrease in creditors	(13)	(1,332)
<b>Net cash inflow from operating activities</b>	<b>338</b>	<b>1,020</b>

### 18 Post balance sheet events

There are no post balance sheet events which require adjustment or disclosure at the year end (2022: £nil).

### 19 Prior year restatement

The financial statements for the year ended 30 September 2022 have been restated. The restatement relates to a correction made in the underlying Aviva Investors UK Property Fund, which has led to a restatement in the Fund's prior year opening investment value in the holding. The prior year investment value of the Aviva Investors UK Property Fund has been decreased by £263,000. As a result the below balances have been restated:

The opening NAV for the prior year has been restated to £51,279,000 from £51,542,000. The closing NAV for the prior year has been restated to £25,930,000 from £26,193,000.

Within the balance sheet, the prior year Investments balance has been restated to £24,468,000 from £24,731,000.

## DISTRIBUTION TABLES

## Final distribution payable in pence per unit for the six months ended 30 September 2023

Income units		Net revenue	Equalisation	Final distribution payable 30 November 2023	Final distribution paid 30 November 2022
Class 1 Income units	Group 1	0.0000	–	0.0000	1.2584
	Group 2	0.0000	0.0000	0.0000	1.2584
Class 2 Income units	Group 1	0.0000	–	0.0000	1.3507
	Group 2	0.0000	0.0000	0.0000	1.3507
Class 5 Income units	Group 1	0.0000	–	0.0000	0.0000
	Group 2	0.0000	0.0000	0.0000	0.0000
Class 7 Income units	Group 1	0.0000	–	0.0000	0.0000
	Group 2	0.0000	0.0000	0.0000	0.0000

**Final Distribution**

Group 1 units are those units purchased at or before 12:00 noon on 31 March 2023.

Group 2 units are those units purchased after 12:00 noon on 31 March 2023.

## Interim distribution paid in pence per unit for the six months ended 31 March 2022

Income units		Net revenue	Equalisation	Interim distribution paid 31 May 2023	Interim distribution paid 31 May 2022
Class 1 Income units	Group 1	0.0000	–	0.0000	1.2033
	Group 2	0.0000	0.0000	0.0000	1.2033
Class 2 Income units	Group 1	0.0000	–	0.0000	1.2888
	Group 2	0.0000	0.0000	0.0000	1.2888
Class 5 Income units	Group 1	0.0000	–	0.0000	2.2883
	Group 2	0.0000	0.0000	0.0000	2.2883
Class 7 Income units	Group 1	0.0000	–	0.0000	2.2883
	Group 2	0.0000	0.0000	0.0000	2.2883

**Interim Distribution**

Group 1 units are those units purchased at or before 12:00 noon on 30 September 2022.

Group 2 units are those units purchased after 12:00 noon on 30 September 2022.

**Equalisation**

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

## STATEMENT OF THE MANAGER'S AND TRUSTEE'S RESPONSIBILITIES

The Collective Investment Schemes Sourcebook of the Financial Conduct Authority requires the Manager to prepare financial statements for each annual accounting year, which give a true and fair view of the financial position of the Trust as at the end of the year, and of the net revenue and the net gains or losses on the property of the Trust for the year then ended. In preparing the financial statements, the Manager is required to:

- comply with the requirements of the Statement of Recommended Practice relating to Authorised Funds and the Trust Deed; and
- keep proper accounting records which enable it to demonstrate that the financial statements prepared comply with the above requirements.

The Manager is responsible for the management of the Trust in accordance with its Trust Deed, Prospectus and the Regulations.

The Trustee is responsible for safeguarding the property of the Trust, and must take reasonable care to ensure that the Trust is managed by the Manager in compliance with the Regulations, the provision of the Trust Deed and Prospectus.

The Manager and Trustee are responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## TRUSTEE'S REPORT TO THE UNITHOLDERS

The Trustee is responsible for safeguarding the property of the Trust and, in fulfilling our obligations under the Collective Investment Schemes Sourcebook of the Financial Conduct Authority, having made due enquiries of the Manager and having carried out checks and monitoring procedures, it is the opinion of J.P. Morgan Europe Limited as Trustee of the Trust, to the best of our knowledge and belief, that in all respects the Manager has managed the Trust during the accounting year to 30 September 2023.

- in accordance with the limitations imposed on the investment and borrowing powers of the Manager and the Trustee by the Trust Deed, by the Prospectus and by all Regulations being in force under Section 243 of the Financial Services and Markets Act 2000; and
- otherwise in accordance with the provisions of the Prospectus and those Regulations.

J.P. Morgan Europe Limited  
London  
29 February 2024

## MANAGER'S STATEMENT

We hereby approve the Report and Financial Statements of Aviva Investors UK Property Feeder Trust for the year ended 30 September 2023 on behalf of Aviva Investors UK Fund Services Limited in accordance with the requirements of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority.



M Bell  
Director

Aviva Investors UK Fund Services Limited  
London  
29 February 2024

## STATEMENT OF THE DEPOSITARY'S RESPONSIBILITIES AND DEPOSITARY'S REPORT TO THE UNITHOLDERS

The Depositary in its capacity as Trustee of Aviva Investors UK Property Feeder Trust must ensure that the Trust is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, and the Investment Funds Sourcebook, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Trust Deed and Prospectus (together 'the Scheme documents') as detailed below:

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

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

The Depositary must ensure that:

- the Trust's cash flows are properly monitored and that cash of the Trust is booked in cash accounts in accordance with the regulations;
- the sale, issue, repurchase, redemption and cancellation of units are carried out in accordance with the regulations;
- the value of units of the Trust are calculated in accordance with the regulations;
- any consideration relating to transactions in the Trust's assets is remitted to the Trust within the usual time limits;
- the Trust's income is applied in accordance with the regulations; and
- the instructions of the Alternative Investment Fund Manager ('the AIFM') are carried out (unless they conflict with the regulations).

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

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

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

J. P. Morgan Europe Limited  
London  
29 February 2024

# INDEPENDENT AUDITORS' REPORT TO THE UNITHOLDERS OF AVIVA INVESTORS UK PROPERTY FEEDER TRUST

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

### OPINION

In our opinion, the financial statements of Aviva Investors UK Property Feeder Trust (the "Trust"):

- give a true and fair view of the financial position of the Trust and each of the sub-funds as at 30 September 2023 and of the net expense and the net capital losses on the scheme property of the Authorised Unit Trust and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Trust Deed.

Aviva Investors UK Property Feeder Trust is an Authorised Unit Trust with 2 sub-funds. The financial statements of the Trust comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the balance sheets as at 30 September 2023; the statements of total return, the statements of change in net assets attributable to unitholders and the cash flow statements for the year then ended; the distribution tables; the accounting policies (within the Policies and Risks section); and the notes to the financial statements.

### BASIS FOR OPINION

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

### Independence

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

### EMPHASIS OF MATTER – FINANCIAL STATEMENTS PREPARED ON A BASIS OTHER THAN GOING CONCERN

In forming our opinion on the financial statements, which is not modified, we draw attention to note (a) Basis of accounting which describes the directors' reasons why the financial statements have been prepared on a basis other than going concern.

### REPORTING ON OTHER INFORMATION

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

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

Based on our work undertaken in the course of the audit, the Collective Investment Schemes sourcebook requires us also to report certain opinions as described below.

### Manager's Report

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

### RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS AND THE AUDIT

#### Responsibilities of the Manager for the financial statements

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

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

#### Auditors' responsibilities for the audit of the financial statements

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

## INDEPENDENT AUDITORS' REPORT TO THE UNITHOLDERS OF AVIVA INVESTORS UK PROPERTY FEEDER TRUST (CONTINUED)

### Auditors' responsibilities for the audit of the financial statements (continued)

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

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

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

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

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

### Use of this report

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

### OTHER REQUIRED REPORTING

#### OPINION ON MATTER REQUIRED BY THE COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK

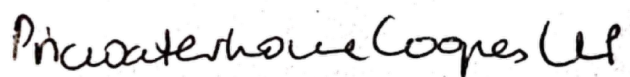
In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

#### COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK EXCEPTION REPORTING

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

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

We have no exceptions to report arising from this responsibility.



PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
London  
29 February 2024



## GENERAL INFORMATION

Investments in Aviva Investors UK Property Feeder Trust to obtain returns via income and capital appreciation.

Past performance is not a guide to the future.

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

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

Please refer to the Key Investor Information Document (which is available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the Manager on request) for a full description of the risks involved when investing in the Funds.

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

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

The value of capital and revenue will fluctuate as property values and rental income rise and fall and the value of dividends, Government and other public securities and units in collective investment schemes change.

The Annual Report of Aviva Investors Property Funds ICVC containing the Annual Report and Financial Statements of Aviva Investors UK Property Fund may be viewed on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or is available from the Manager on request.

### **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 and to comply with applicable law and regulations. Calls are free from UK landlines and mobiles.

## VALUE ASSESSMENT

Value Assessments for the Aviva Investors UK Property Feeder Trust can now be found at [www.avivainvestors.com/value-assessments](http://www.avivainvestors.com/value-assessments).

## REMUNERATION POLICY (UNAUDITED)

In line with the requirements of the Alternative Investment Fund Managers Directive ("AIFMD"), Aviva Investors UK Fund Services Limited ("AIUKFSL") is subject to a remuneration policy which is reviewed annually and is consistent with the principles outlined in the European Securities and Markets Authority guidelines on sound remuneration policies under AIFMD.

Aviva Investors' remuneration framework is based on a total reward approach and is designed to reflect the success or failure against a range of personal and company performance objectives.

There are four components of pay:

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

## REMUNERATION POLICY (UNAUDITED) (CONTINUED)

AIUKFSL has no employees but is a wholly owned subsidiary of Aviva Investors Holdings Limited. For the year to 31 December 2023, apportioned remuneration based on the time assessed to be spent on AIUKFSL AIFMD activity paid by Aviva Plc, the ultimate parent of AIUKFSL, to its senior management team, and Code Staff:

	Senior Management	Other MRTs
Total Remuneration:	£1.3m	£1.1m
Of which, Fixed Remuneration:	36%	42%
Variable Remuneration:	59%	51%
Pension/Benefits:	5%	7%
Number of Code staff:	23	24

