

Brooks Macdonald International Investment Funds Limited

Interim Report and Unaudited
Financial Statements

For the six month period ended 31 March 2022



BROOKS MACDONALD

Contents

Company Information	2
Investment Objectives and Policy	3
Directors' Profiles	4
Report of the Directors	5
Report of the Investment Manager	9
Statements of Financial Position	12
Statements of Comprehensive Income	14
Statements of Changes in Net Assets Attributable to Holders of Participating Redeemable Preference Shares	15
Cash Flow Statements	16
Investment Portfolios of the Funds - Euro High Income Fund	18
Investment Portfolios of the Funds - High Income Fund	21
Investment Portfolios of the Funds - Sterling Bond Fund	25
Investment Portfolios of the Funds - Investments Purchased and Sold	31
Investment Portfolios of the Funds - Investment Dealing	32
Investment Portfolios of the Funds - Summary of Material Portfolio Changes	33
Notes to the Financial Statements	36
Change in Net Asset Value per Share	67
Distribution Tables	69
Performance Record	72

Company Information

The Company

Brooks Macdonald International
Investment Funds Limited

Directors:

Ross Davey Willcox (Independent Director
and Chair)
Michael Peter Farley (Independent Director)
Brian Charles James
Richard John Hughes
Nigel Le Quesne (Resigned 31 December 2021)

Registered Office

28 Esplanade, St. Helier, Jersey
Channel Islands JE2 3QA

Company Secretary

JTC Fund Solutions (Jersey) Limited
28 Esplanade, St. Helier, Jersey
Channel Islands JE2 3QA

Manager

Brooks Macdonald International Fund Managers Limited
5 Anley Street, St. Helier, Jersey
Channel Islands JE2 3QE

Administrator and Registrar

JTC Fund Solutions (Jersey) Limited
28 Esplanade, St. Helier, Jersey
Channel Islands JE2 3QA

Custodian

Apex Financial Services (Corporate) Limited
12 Castle Street, St. Helier, Jersey
Channel Islands JE2 3RT

Investment Manager and Distributor

Brooks Macdonald Asset Management (International)
Limited, Jersey Branch
5 Anley Street, St. Helier, Jersey
Channel Islands JE2 3QE

Independent Auditor

PricewaterhouseCoopers CI LLP
37 Esplanade, St. Helier, Jersey
Channel Islands JE1 4XA

Legal Advisers

Mourant Ozannes (Jersey) LLP
PO Box 87, 22 Grenville Street, St. Helier, Jersey
Channel Islands JE4 8PX

International Stock Exchange Sponsor

JTC Listing Services Limited
28 Esplanade, St. Helier, Jersey
Channel Islands JE2 3QA

Principal Bankers

Lloyds Bank Corporate Markets plc, Jersey Branch, trading as
Lloyds Bank International
11-12 Esplanade, St. Helier, Jersey
Channel Islands JE2 3QA

Investment Objectives and Policy

Brooks Macdonald International Investment Funds Limited (the 'Company') is an open-ended investment company registered in Jersey which as at the period end has three classes, each being an individual 'Fund'.

The Company is known as an 'Umbrella' Fund because it provides its shareholders with a variety of investment options under the umbrella of a single Company.

The overall objective of the Company is to provide investors with a managed investment designed to meet the specific objectives laid down for each Fund. The investment objectives and policy of each Fund is set out below:

[Euro High Income Fund](#)

Objective

To maintain a high income through investment in a spread of fixed interest securities denominated predominately in Euro.

Investment Policy

To support the payment of dividends above the level of short term euro interest rates. This policy may result in a gradual reduction in the capital value of the Shares. The Fund will normally hold a relatively wide range of securities in order to keep a low level of exposure to individual bond issues other than government securities. The Fund may also hold a substantial part of its assets in bank deposits from time to time. The Fund is permitted to invest in securities denominated in currencies other than euro. The current policy of the Directors is that investments in non-euro denominated securities should be fully hedged against euro with the aim of eliminating the effects of any exchange rate movements.

[High Income Fund](#)

Objective

To seek a high income from a spread of fixed interest securities.

Investment Policy

To support the payment of dividends above the level of short term sterling interest rates. This policy may result in a gradual reduction in the capital value of the Shares. The Fund will normally hold a relatively wide range of securities in order to keep a low level of exposure to individual bond issues other than government securities. The Fund may also hold a substantial part of its assets in bank deposits from time to time. The Fund may invest in securities denominated in currencies other than Sterling. The current policy of the Directors is that investments in non-Sterling denominated securities should be fully hedged against Sterling with the aim of eliminating the effects of any exchange rate movements.

[Sterling Bond Fund](#)

Objective

To provide a regular income from a managed portfolio of Sterling fixed interest securities with a particular emphasis on those securities on which interest is paid gross to non-residents of the United Kingdom.

Investment Policy

The assets of the Fund are generally invested in a managed portfolio of sterling fixed interest securities which have been issued by governments, local authorities, public utilities and corporations. If it is desirable to hold assets with a short-term maturity, then the Fund may also place money on bank deposit (subject to certain limitations). Similarly, derivative instruments such as traded options and financial futures may be used to reduce risk. Futures and options are contracts which give the buyer the right, or obligation, to purchase or sell an asset at a predetermined price on or before a future date.

Directors' Profiles

Ross Davey Willcox (Independent Director and Chairman)

Joined the Lloyds Banking Group in 1977 and held a number of managerial positions in the UK and Internationally. He was appointed as Chairman of Lloyds International Fund Managers Limited (now Brooks Macdonald International Fund Managers Limited) in 1999 and as Chairman of the Fund Company in 2004. Ross resigned as a Director of the Manager on 30 November 2020. Previous responsibilities included the value proposition of all investment products for Lloyds Bank International Wealth. A qualified Banker, a Fellow of the Securities & Investment Institute, a Chartered Director and Fellow of the Institute of Directors. Aged 62.

Michael Peter Farley (Independent Director)

Joined Brooks Macdonald International Investment Funds Limited in 2020. Michael is a Director of Altair Partners Limited which provides independent director services to funds and regulated entities, together with consultancy services to the fiduciary industry. He has over 20 years' experience in managing assets for private clients and is a Fellow of the Chartered Institute of Securities and Investments, holding qualifications in both investments and trusts. Michael has comprehensive experience in senior leadership as a board director, having sat on a variety of regulated boards, including Investment Business, Trust Companies Business and Fund Services Business licenced entities. Aged 55.

Brian Charles James

Joined the Lloyds Banking Group in 1988 and held a number of managerial positions primarily in Financial Control and Risk Management roles before being appointed as a Director of Lloyds International Fund Managers Limited (now Brooks Macdonald International Fund Managers Limited) in 1999 and as a Director of the Fund Company in 2004. Brian resigned as a Director of the Manager on 30 November 2020. In January 2021 Brian joined JTC as Client Director. Previous responsibilities included leading a team of specialists delivering operational support for a range of offshore investment products and services. A Chartered Director, Fellow of the Institute of Directors, holder of the International Diploma in Governance, Risk & Compliance and is a member of the International Compliance Association. Aged 61.

Richard John Hughes

Richard joined Brooks Macdonald in 2013 and oversaw the firm's international marketing, distribution and business development strategy, including management of key distribution partner relationships across the UK, Europe, Africa and Middle East. In 2019, Richard assumed the role of Deputy Chief Executive Officer, International and during 2020 took responsibility for business management and change with oversight of operations, technology, HR and finance functions. In 2021, Richard took over as Chief Executive Officer, International. Richard is a member of the International Management Committee and Risk Committee and a Director of Brooks Macdonald Asset Management (International) Limited, Brooks Macdonald Retirement Services (International) Limited and Brooks Macdonald International Fund Managers Limited. Richard is a Chartered Member of the Chartered Institute for Securities & Investment (CISI) and Member of the Institute of Directors (IoD) having completed the Certificate in Company Direction in 2017. Aged 38.

Report of the Directors

The Directors have pleasure in submitting their Interim Report together with the Unaudited Financial Statements for the six month period ended 31 March 2022. The Company is domiciled and incorporated as a Limited Company in Jersey, Channel Islands under the Companies (Jersey) Law 1991 and is listed on The International Stock Exchange and has a secondary listing on the Malta Stock Exchange. Full details of the Company, Investment Objectives and Policy and Report of the Directors are stated on pages 2 to 8.

Results

The results for the six month period ended 31 March 2022 are detailed within the relevant Fund section in respect of each Fund.

Distributions

Distributions for the period are detailed in Note 5 to the financial statements.

Directors

The Directors of the Company who were in office during the period and up to the date of signing the financial statements were:

Mr B.C. James

Mr R.D. Willcox

Mr M.P. Farley

Mr R.J. Hughes

Mr N. Le Quesne (resigned 31 December 2021)

As at 31 March 2022, no Director had a beneficial interest in the shares of the Company.

No Director has a service contract with the Company and no Director is, or was, materially interested in any service or other contract entered into by the Company other than those disclosed below.

Mr M Hucker, Mr R.J. Hughes, Mr M O'Connor, Mr D Forbes and Mr L Bateman are Directors of Brooks Macdonald International Fund Managers Limited (the 'Manager') which has a management contract with the Company. The Manager acts as the Company's non-EU Alternative Investment Fund Manager for the purpose of the Alternative Investment Fund Managers Directive (AIFMD). Fees earned by the Manager are disclosed in these Financial Statements in Note 10.

Directors Remuneration

Director remuneration is set at a maximum of £25,000 per annum (2021: £12,500).

Investment Activities

The Report of the Investment Manager is set out on pages 9 to 11.

Going Concern

The Financial Statements of the Company, Euro High Income, High Income and Sterling Bond Funds have been prepared in accordance with International Financial Reporting Standards ('IFRS') on the going concern basis. The Directors are confident that sufficient measures have been put in place to ensure the continuation of the business.

Report of the Directors continued

Assessment of Value

The Company has conducted an assessment of value and it confirms that the payments out of scheme property set out in the prospectus are justified in the context of the overall value delivered to unitholders.

Prospectus

Copies of the Prospectus dated January 2022 together with any subsequent addenda are available, free of charge, on application to the Manager. Alternatively it can be accessed on our website at

<https://www.brooksmacdonald.com/international-investment-management/international-funds>

Management and Administration Providers

The names and addresses of management and administration providers are stated on page 2.

Comparatives Tables

The Change in Net Asset Value per Share and Performance Records and Tables are stated on pages 67 to 68 and 72 to 73 respectively.

Financial Risk Management

The Directors have taken into consideration the financial risk management of the Company, this has been disclosed in Note 19 of the financial statements.

Information Exchange

Jersey has entered into a number of Information Exchange Agreements with the authorities of other jurisdictions.

Shareholders should be aware that information on their investment may be shared with the relevant authorities, and may be passed to the tax authorities in their country of residence, citizenship or residence for tax purposes. For the avoidance of doubt this information may include (but not be limited to) details of shareholder names, addresses, unique identifiers (such as tax or national insurance numbers), amount of investment, redemption or sale proceeds and dividend payments.

Reporting Funds Regime

HM Revenue & Customs have accepted the entry of the Company into the Reporting Funds Regime for the purposes of regulation 51 of the Offshore Funds (Tax) Regulations 2009. The UK offshore funds rules apply in relation to each Fund within the Company. The following Funds have been approved by HM Revenue & Customs in the UK as "Reporting Funds" for the purposes of the UK offshore fund rules: Euro High Income Fund, High Income Fund and Sterling Bond Fund.

Directors' Responsibilities

The Directors are responsible for preparing the Financial Statements in accordance with applicable law and International Financial Reporting Standards (IFRS).

The Directors have also chosen to adopt areas of the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued in May 2014 by the IMA (Investment Management Association) where this does not conflict with other reporting requirements.

The Directors are required by the Companies (Jersey) Law 1991 to prepare Financial Statements for each financial period which give a true and fair view of the state of affairs of the Company for that period and are in accordance with applicable laws. In preparing these financial statements the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991 and the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 (as amended).

They are also responsible for the safeguarding of the assets of the Company which includes the appointment of a duly qualified Custodian. The Directors must also ensure that they or their duly appointed agents take reasonable steps for the prevention and detection of fraud, error and non-compliance with law and regulations.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

Report of the Directors continued

Directors' Responsibilities (continued)

Market Conditions

Assets held within certain Funds can be affected by market conditions and this may affect the share price of those Funds. The Directors would like to remind shareholders that investment in the Funds should be considered as a long term commitment, as the price of shares may rise and fall in the short term in response to changing market conditions.

General Information

The Company is an open-ended investment company with variable capital and shareholders are not liable for the debts of the Company.

The Company holds a certificate as a recognized Securities Fund under the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 (as amended), and holds a permit under Article 7 of the Collective Investment Funds (Jersey) Law, 1988.

The Manager has professional indemnity and directors' and officers' liabilities insurance coverage. The Manager also maintains an appropriate level of 'own funds' to cover the equivalent professional liability risks set out in AIFMD.

The Company is listed on The International Stock Exchange and has a secondary listing on the Malta Stock Exchange.

The published share price of the assets of each Fund was as follows:

	31 March 2022	1 October 2021
Sterling Denominated Funds	pence	pence
High Income Fund	76.83	83.49
Sterling Bond Fund	144.67	155.83
Euro Denominated Strategies	Euro cents	Euro cents
Euro High Income Fund	139.07	151.07

The latest prices can be viewed on our website.

<https://www.brooksmacdonald.com/international-investment-management/international-funds>

Average Portfolio Dealing Spread

The average portfolio dealing spread percentage, including the effect of foreign exchange, as at the statement of financial position date is as follows:

	31 March 2022	1 October 2021
	%	%
Euro High Income Fund	0.57	0.45
High Income Fund	0.66	0.85
Sterling Bond Fund	0.57	0.57

The spread on the statement of financial position date is representative of the typical spread throughout the period.

Report of the Directors continued

Remuneration

Independent Directors' remuneration is set at a maximum of £25,000 per annum as disclosed in the Report and Accounts to 31 March 2022 (2021: £12,500 per annum). The increase in director remuneration was approved at the Annual General Meeting in October 2021.

EGM resolution regarding the approval of electronic documents

In November 2021, shareholders were invited to vote on the amendment of the articles of association to allow for the Report and Accounts and all notices and documents served by the Company to be made available electronically. The resolution was passed following the Extraordinary General Meeting held on 9 December 2021. A copy of the Annual Report and Accounts are available on the website or from the Manager upon request.

Website

The Company's financial statements can be found on
<https://www.brooksmacdonald.com/international-investment-management/international-funds>.

Information published on the internet is accessible in many countries. Legislation in Jersey governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

By order of the Board of Directors
R. D. Willcox

26 May 2022

Report of the Investment Manager

General commentary

Rising inflation expectations and expected monetary tightening from the major central banks dominated investment themes and shaped the fixed income markets. Bonds generally saw negative returns in the six months to the end of March 2022, driven by these themes and corresponding rising yields which also impacted equities. In late 2021, the rise of the new Omicron variant and increased Covid case numbers created some uncertainties. However, this variant turned out to be seemingly less harmful than feared albeit more infectious with most restrictions in Europe subsequently relaxed by March. Generally speaking, the first quarter of 2022 was a dramatic time in financial markets, featuring Russia's invasion of Ukraine, accelerating inflation, the start of another hiking cycle from the Federal Reserve, rising sovereign bond yields, and a spike in the price of oil to a 13-year high, which saw Brent crude oil hit an intraday high peak of \$139 a barrel on 7 March.

Inflation has remained stubbornly elevated with the effects of the Ukraine conflict further adding to price pressures, especially in food, energy and other commodities. With already existing supply chain disruptions that are far from dissipated, there is a worry that rising inflation expectations will feed further inflation with companies passing increased costs onto the consumer and workers demanding higher wages in a wage-price spiral. The UK CPI index rose from 4.2% in October to 7.0% in March which is the highest read since 1992, creating dilemmas for the markets and central bankers. The US saw a similar increase (to 8.5%) and had its highest inflation rise since 1982. The Eurozone wasn't an exception either and experienced its highest inflation (7.4%) on record. Although many factors driving global inflation are temporary, it has been far less transitory than initially thought with Jerome Powell (Chairman of the Federal Reserve) dropping this label by the end of November. There is a degree of uncertainty on the near term pace of any easing of inflation but also the economic growth outlook. Against this uncertainty, the US Federal Reserve has taken a decidedly more hawkish tone which has convinced bond markets that the central bank will look through any risks to growth and will rather front-end load the interest rate rises expected this year, potentially using 50bp hikes or more to reach a neutral, or restrictive, monetary policy.

The consensus view is that lower growth is the most likely outcome of the impact that inflationary pressures will have on the cost-of-living squeeze and corporate margins. Whilst it is too early to say to what extent inflation might slow by the end of the year, the base effects mean that headline inflation is likely to slow to an extent even if inflationary pressures remain a theme into 2023. We also believe the most likely scenario for the world economy is somewhere between a soft-landing (low inflation and low growth) and stagflation (high inflation and low growth) scenarios. With the US arguably the most insulated economy from Ukraine induced inflation, we harbour greater concerns around economic growth in Europe.

Bond yields continued to climb further and as the market priced in more interest rate rises for the near future as investors started to get more concerned. The recent announcements from the major central banks have been more hawkish than expected and signalled a tightening monetary policy. While the US and UK saw interest rate rises, the ECB didn't move rates yet but announced further reductions in bond purchases.

By adopting some strategies such as keeping duration below or around the benchmark, we are trying to take a defensive stance although it is difficult to hide from rising bond yields and the highest inflation we have seen in a generation. The short end of the UK gilt and German bund yield curves have sold off significantly while the yield curves became much flatter on the medium and longer end of the curves. The 2yr/10yr yield spread, which is a key indicator of economic headwinds, narrowed from 62bps to 27bps in the UK and became inverted in the US. The 10-year benchmark gilt sold off by around 60bps (finishing at 1.61%) while the 10-year bund sold off by nearly 75bps (finishing at 0.55%). Credit spreads also widened both in investment grade (by around 15bps on average) as well as high yield.

Central banks have become increasingly hawkish in the first quarter, with both tighter policy guidance and actions. The US hiked for the first time since 2018, whilst the Bank of England has already hiked three times in this cycle with the Office for Budget Responsibility now seeing UK inflation peaking at 8.7% in Q4 this year. As mentioned above, bonds have sold off as a result, with more weakness in shorter dated bonds than in previous sell-offs and even German government bonds have weakened significantly. Market implied rate-hike expectations have moved significantly higher this first quarter.

This recent government bond market weakness has also meant that yields are becoming more attractive particularly now that corporate bond spreads have firmed up. The increased yields will improve returns in periods of market stability. We do feel that fixed income markets should now have a firmer footing. Although cost pressures and rising rates will continue to weigh on many corporates, we see these as being already priced in whilst employment, GDP and the general economic backdrop is broadly supportive for credit.

Over the coming year, we would hope to see both geopolitical tensions fall and broader pandemic-driven distortions fade. This should allow central banks and governments to move towards clearer policy goals.

Report of the Investment Manager continued

Sterling Bond Fund

The Fund's return between 30 September 2021 and 31 March 2022 was -6.02% while the benchmark (Bloomberg Sterling Non-Gilts Index) declined by -5.89%. These figures are net of fees for the Fund.

The review period was really challenging in fixed income markets as central banks started their monetary tightening and inflation kept going up to multi-decade high levels which negative effected credit markets. In this period, we continued to consolidate the bond holdings, removed low yielding and low coupon bonds and switched into medium to larger size positions that would increase the average coupon and current yield.

The number of holdings decreased from 202 to 112 by end of March 2022 and this included trades from many sectors. We reduced the duration of the Fund from 6.73 years to 6.28 years to reduce the price sensitivity of the Fund which sits below the benchmark's duration. Given the rising yield environment, both distribution yield (up by 0.22% to 2.62%) and yield to maturity (up by 1.25% to 3.32%) increased in this period.

Relative outperforming sectors were Materials (Glencore, BHP and DC Smith), Consumer Discretionary (General Motors, VW and Whitbread) and Real Estate (Tesco Properties) but they still had a negative total return. The main detractors of performance were Government sector (UK Gilts and European Investment Bank) and Technology (Apple and Fiserv).

Our largest issuers are TP ICAP and Whitbread with holdings of slightly over 3% each but the portfolio remained very diversified with its 112 holdings. The corporate bond exposure was 85.9%, Government-related 10.4% while Securitised assets was 2.4%. Cash remained at a low level (1.3%) at the end of the first quarter.

Overall, we reduced duration during this period and took a more defensive stance in the Fund. We are planning to consolidate the positions further in the coming months but the majority of this work has been completed. We will be actively looking to lock in higher yield as and when the opportunity arises.

High Income Fund

The Fund's return between 30 September 2021 and 31 March 2022 was -6.13% while the benchmark (Bloomberg Sterling Non-Gilts Index) declined by -5.89%. These figures are net of fees for the Fund.

As mentioned in the Sterling Bond Fund's section, we had a really challenging time in fixed income markets as central banks started their monetary tightening and inflation kept going up to multi-decade high levels which negative effected credit markets. Our goal was to continue consolidating the bond holdings, removed low yielding and low coupon bonds and switched into medium to larger size positions that would increase the average coupon and current yield.

The number of holdings decreased from 126 to 93 by end of March 2022 and this included trades from many sectors. We reduced the duration of the Fund from 7.25 years to 6.93 years to reduce the price sensitivity of the Fund which sits below the benchmark's duration. The change in distribution yield was marginal (down by 0.04% to 3.93%) but the yield to maturity figure increased by 1.19% to 3.41% as yields climbed during the period.

Relative outperforming sectors were Consumer Discretionary (General Motors, Ladbroke's and Next Group), Financials (shorted dated Societe Generale and Investec) and Industrials (Channel Link and Eversholt Funding) with most of them still generated a negative total return. The main detractors of performance were Government sector (UK Gilts and European Investment Bank) and Technology (Fidelity National Services).

Our largest issuers are Comcast (2.85%), Burford Capital (2.74%) and Bank of America (2.66%) and we had 93 bond positions in the Fund. The sector breakdown was 84.3% Corporate, 12.1% Government-related and 2.2% Securitised bonds. Cash in this Fund stood at 1.4%. We had 6.7% weight in the high yield sector.

In this Fund, we shortened the duration to have a lower price sensitivity if yields rise and similarly to the other GBP Fund, consolidated our positions into few bond issuers and positions. As we see more clarity about how market events will develop, we will be looking to make further changes and lock in higher yields.

Report of the Investment Manager continued

Euro High Income Fund

The Fund's return between 30 September 2021 and 31 March 2022 -6.69% while the benchmark (Bloomberg Euro Aggregate Corporates Index) declined by -5.58%. These figures are net of fees for the Fund.

This period was quite a challenging time in fixed income markets as central banks started their monetary tightening and inflation kept going up to multi-decade high levels which negatively affected credit markets. Our goal was to continue consolidating the bond holdings, removed low yielding and low coupon bonds and switched into medium to larger size positions that would increase the average coupon and current yield.

The number of holdings decreased from 59 to 50 by end of March 2022 and this included trades from many sectors. We reduced the duration of the Fund from 5.54 years to 5.23 years to reduce the price sensitivity of the Fund which sits below the benchmark's duration. There was a notable reduction in distribution yield (down by 0.28% to 2.46%) but the yield to maturity figure increased by 1.18% to 2.36% as yields climbed during the period.

Relative outperforming sectors were Technology (Microsoft) and Industrials (DP World and Channel Link) but they still generated a negative total return. The main detractors of performance were Materials (BHP Billiton) and Real Estate (Kennedy Wilson).

Our largest issuers are Deutsche Telekom (2.88%), Veolia (2.84%) and BHP Billiton (2.77%) but overall we were invested in 50 different bonds. The majority of the holdings are in the Corporate sector (87.8%), Government-related 8.7% and 1.2% Securitised bonds. Cash in this Fund was 2.3%. The high yield exposure was 9.5% at the end of March.

We had a shorter than benchmark duration in this Fund too in order to have a lower price sensitivity if yields rise. The number of bond positions were also reduced with issuers being consolidated further too.

Statements of Financial Position

As at 31 March 2022

	Notes	Company* £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Current Assets					
Cash and cash equivalents		3,851,602	190,812	2,343,308	1,347,616
Investment sales receivable		4,754,309	—	3,722,741	1,031,568
Financial assets at fair value through profit or loss		233,061,237	7,901,306	147,663,993	78,743,743
Other accrued income and other debtors	4	4,269,760	85,553	2,587,344	1,462,360
Total Assets		245,936,908	8,177,671	156,317,386	82,585,287
Equity					
Ordinary share capital		1,000	—	—	—
Total Equity		1,000	—	—	—
Current Liabilities					
Cancellation payable		249,064	—	171,934	77,130
Investment purchases payable		5,247,040	—	3,935,280	1,311,760
Distribution payable	5	1,085,019	49,558	514,904	528,383
Accrued expenses and other creditors	6	388,651	17,120	216,784	157,452
Nominal shares	14	147,015	—	—	—
Total Liabilities**		7,116,789	66,678	4,838,902	2,074,725
Net assets attributable to holders of participating redeemable preference shares	17	238,819,119	8,110,993	151,478,484	80,510,562
Total Liabilities and Equity		245,936,908	8,177,671	156,317,386	82,585,287

* See note 1 for details of the Company

** Excluding net assets attributable to holders of participating redeemable preference shares

The financial statements on pages 12 to 66 were approved by the Board of Directors on 26 May 2022 and are signed on their behalf by:

B. C. James
R. D. Willcox } Directors

The notes on pages 36 to 66 form an integral part of these financial statements.

Statements of Financial Position continued

As at 30 September 2021

	Notes	Company* £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Current Assets					
Cash and cash equivalents		3,425,111	115,555	2,333,335	992,501
Margin accounts		—	—	—	—
Financial assets at fair value through profit or loss		268,112,121	8,915,747	172,380,300	88,072,206
Other accrued income and other debtors	4	4,997,055	154,182	3,069,915	1,514,469
Total Assets		276,534,287	9,185,484	177,783,550	90,579,176
Equity					
Ordinary share capital		1,000	—	—	—
Total Equity		1,000	—	—	—
Current Liabilities					
Cancellation payable		313,817	11,777	277,749	25,950
Distribution payable	5	1,188,172	63,975	591,015	542,196
Accrued expenses and other creditors	6	553,339	19,986	319,562	216,606
Nominal shares	14	279,212	-	-	-
Total Liabilities**		2,334,540	95,738	1,188,326	784,752
Net assets attributable to holders of participating redeemable preference shares	17	274,198,747	9,089,746	176,595,224	89,794,424
Total Liabilities and Equity		276,534,287	9,185,484	177,783,550	90,579,176

* See note 1 for details of the Company

** Excluding net assets attributable to holders of participating redeemable preference shares

The notes on pages 36 to 66 form an integral part of these financial statements.

Statements of Comprehensive Income

For the six month period ended 31 March 2022

	Notes	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Operating Profit					
Net (loss) / gain on financial assets at fair value through profit or loss	7	(21,238,986)	(704,799)	(14,162,773)	(6,482,448)
Investment income		7,011,796	185,052	5,015,314	1,840,583
Other income	8	998	—	438	560
Total operating expenses	9	(1,534,787)	(62,100)	(943,178)	(539,293)
Operating (loss) / profit		(15,760,979)	(581,847)	(10,090,199)	(5,180,598)
Finance Costs					
Distributions to holders of participating redeemable preference shares	5	(4,451,194)	(108,716)	(3,291,485)	(1,068,245)
Total finance costs		(4,451,194)	(108,716)	(3,291,485)	(1,068,245)
(Loss) / profit before tax		(20,212,173)	(690,563)	(13,381,684)	(6,248,843)
Withholding tax on dividends and other investment income	18	(19,435)	—	(19,435)	—
(Decrease) / increase in net assets attributable to holders of participating redeemable preference shares from operations		(20,231,608)	(690,563)	(13,401,119)	(6,248,843)

For the six month period ended 31 March 2021

	Notes	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Operating Profit					
Net (loss) / gain on financial assets at fair value through profit or loss	7	(6,713,449)	39,688	(4,465,540)	(2,283,005)
Investment income		4,259,845	86,132	2,896,482	1,287,196
Other income	8	30,167	—	6	30,161
Total operating expenses	9	(1,750,405)	(67,336)	(1,072,460)	(618,399)
Operating (loss) / profit		(4,173,842)	58,484	(2,641,512)	(1,584,047)
Finance Costs					
Distributions to holders of participating redeemable preference shares	5	(5,115,923)	(121,677)	(3,917,734)	(1,091,674)
Total finance costs		(5,115,923)	(121,677)	(3,917,734)	(1,091,674)
(Loss) / profit before tax		(9,289,765)	(63,193)	(6,559,246)	(2,675,721)
Withholding tax on dividends and other investment income	18	(43,180)	(1,180)	(42,137)	—
(Decrease) / increase in net assets attributable to holders of participating redeemable preference shares from operations		(9,332,945)	(64,373)	(6,601,383)	(2,675,721)

The notes on pages 36 to 66 form an integral part of these financial statements.

Statements of Changes in Net Assets Attributable to Holders of Participating Redeemable Preference Shares

For the six month period ended 31 March 2022

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Net assets attributable to holders of participating redeemable preference shares at the beginning of the period	274,198,746	9,089,746	176,595,224	89,794,424
Creation of participating redeemable preference shares issued	1,723,759	230,938	1,139,633	389,570
Redemption of participating redeemable preference shares	(16,727,113)	(519,128)	(12,855,254)	(3,424,589)
Initial margin deposits held at broker	—	—	—	—
Net decrease from share transactions	(15,003,354)	(288,190)	(11,715,621)	(3,035,019)
Decrease in net assets attributable to holders of participating redeemable preference shares	(20,231,608)	(690,563)	(13,401,119)	(6,248,843)
Movement in currency translation	(144,665)	—	—	—
Net assets attributable to holders of participating redeemable preference shares as at 31 March 2022	238,819,119	8,110,993	151,478,484	80,510,562

For the six month period ended 31 March 2021

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Net assets attributable to holders of participating redeemable preference shares at the beginning of the period	318,519,836	9,805,877	207,835,757	101,789,456
Creation of participating redeemable preference shares issued	2,640,472	312,616	2,049,010	326,833
Redemption of participating redeemable preference shares	(15,656,563)	(468,867)	(9,655,140)	(4,856,432)
Initial margin deposits held at broker	(14,250)	—	—	(14,250)
Net decrease from share transactions	(13,030,341)	(156,251)	(7,606,130)	(4,543,849)
Decrease in net assets attributable to holders of participating redeemable preference shares	(9,332,945)	(64,373)	(6,601,383)	(2,675,721)
Movement in currency translation	210,421	—	—	—
Net assets attributable to holders of participating redeemable preference shares as at 31 March 2021	296,366,971	9,585,253	193,628,244	94,569,886

The notes on pages 36 to 66 form an integral part of these financial statements.

Cash Flow Statements

For the six month period ended 31 March 2022

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Cash flows from operating activities				
Purchases of financial assets and settlement of financial liabilities	(65,958,181)	(1,900,157)	(36,840,780)	(27,516,594)
Due to brokers	2,623,520	—	3,935,280	(1,311,760)
Receipts from sale of investments	80,178,986	2,209,798	47,394,322	30,922,996
Due from brokers	(2,691,173)	—	(3,722,741)	1,031,568
Investment income received	7,604,982	253,714	5,498,272	1,892,966
Prepayments	(689)	(33)	(387)	(274)
Unclaimed distributions over 10 years old	—	—	—	—
Bank interest received	998	—	438	560
Overdraft interest paid	—	—	—	—
Operating expenses paid	(1,699,133)	(64,962)	(1,045,956)	(598,449)
Net cash inflow from operating activities	20,059,310	498,360	15,218,448	4,421,013
Cash flows from financing activities				
Distributions paid to holders of participating redeemable preference shares issued	(4,553,388)	(123,133)	(3,367,595)	(1,082,058)
Proceeds received from issue of participating redeemable preference shares	1,723,759	230,938	1,139,633	389,570
Payments on redemption of participating redeemable preference shares	(16,781,748)	(530,908)	(12,961,069)	(3,373,410)
Foreign tax paid on income	(19,435)	—	(19,435)	—
Net cash outflow from financing activities	(19,630,812)	(423,103)	(15,208,466)	(4,065,898)
Net decrease in cash and cash equivalents	428,498	75,257	9,982	355,115
Cash and cash equivalents at the beginning of the period	3,425,111	115,555	2,333,335	992,501
Exchange gains on cash and cash equivalents	(9)	—	(9)	—
Movement in currency translation	(1,998)	—	—	—
Cash and cash equivalents as at 31 March 2022	3,851,602	190,812	2,343,308	1,347,616

The notes on pages 36 to 66 form an integral part of these financial statements.

Cash Flow Statements continued

For the six month period ended 31 March 2021

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Cash flows from operating activities				
Purchases of financial assets and settlement of financial liabilities	(10,208,876)	(360,025)	(6,544,148)	(3,346,356)
Receipts from sale of investments	18,628,597	318,210	11,364,813	6,982,389
Investment income received	6,472,000	198,313	4,548,541	1,748,090
Prepayments	(6,687)	(209)	(4,366)	(2,136)
Unclaimed distributions over 10 years old	30,161	—	—	30,161
Bank interest received	6	—	6	—
Overdraft interest paid	(14)	(3)	(11)	—
Operating expenses paid	(1,754,778)	(67,606)	(1,065,441)	(629,553)
Net cash inflow from operating activities	13,160,409	88,680	8,299,394	4,782,595
Cash flows from financing activities				
Distributions paid to holders of participating redeemable preference shares issued	(5,127,260)	(118,495)	(3,922,955)	(1,099,519)
Proceeds received from issue of participating redeemable preference shares	2,640,472	299,251	2,049,010	326,833
Payments on redemptions of participating redeemable preference shares	(14,573,538)	(468,867)	(9,432,639)	(4,726,278)
Foreign tax paid on income	(43,180)	(1,180)	(42,137)	—
Net cash outflow from financing activities	(17,103,506)	(289,291)	(11,348,721)	(5,498,964)
Net decrease in cash and cash equivalents	(3,943,097)	(200,611)	(3,049,327)	(716,369)
Cash and cash equivalents at the beginning of the period	6,358,038	258,584	4,498,792	1,624,692
Exchange gains on cash and cash equivalents	8	—	8	—
Movement in currency translation	(7,747)	—	—	—
Cash and cash equivalents as at 31 March 2021	2,407,202	57,973	1,449,473	908,323

The notes on pages 36 to 66 form an integral part of these financial statements.

Investment Portfolios of the Funds

Euro High Income Fund

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 €	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 €	% of Total Net Assets
Asia and Middle East 3.59% (1.18%)						
DP World Ltd 2.375% 2026	100,000	101,174	1.25	100,000	107,204	1.18
First Abu Dhabi Bank 0.125% 2026	200,000	190,252	2.35	—	—	—
Australia and New Zealand 3.93% (5.07%)						
APT Pipelines 2% 2027	100,000	99,880	1.23	100,000	108,964	1.20
BHP Billiton Finance 3.125% 2033	200,000	219,276	2.70	200,000	248,902	2.74
Telstra 3.75% 2022	—	—	—	100,000	102,569	1.13
Central America 0% (1.74%)						
Petroleos Mexicano 5.125% 2023	—	—	—	150,000	157,907	1.74
Europe 56.67% (59.55%)						
ABN Amro Bank 2.88% 2028	—	—	—	100,000	103,703	1.14
Allianz Financial 2.241% 2045	200,000	202,792	2.50	200,000	213,100	2.34
Anheuser Busch 2.75% 2036	200,000	215,990	2.66	200,000	239,856	2.64
AXA 3.875% FRN (Perp)	100,000	105,536	1.30	100,000	113,013	1.24
Banque Federative Credit Mutuel 1.75% 2029	200,000	200,028	2.47	200,000	217,296	2.39
Banque Federative Credit Mutuel 3% 2024	—	—	—	100,000	108,211	1.19
Bayer Capital 2.125% 2029	100,000	100,520	1.24	100,000	111,073	1.22
Bayer Capital 2.375% 2079	100,000	96,784	1.19	100,000	100,865	1.11
BNP Paribas 1.5% 2028	150,000	150,399	1.85	150,000	163,832	1.80
BNP Paribas 2.63% 2027	—	—	—	100,000	102,709	1.13
BNP Paribas 4.032% FRN (Perp)	200,000	211,630	2.61	200,000	226,222	2.49
CNP Assurances 4.25% 2045	200,000	214,096	2.64	100,000	113,899	1.25
Commerzbank 4% 2030	100,000	102,378	1.26	100,000	110,441	1.21
Credit Agricole 1.75% 2029	200,000	199,812	2.46	200,000	217,228	2.39
Credit Agricole 4.5% 2025	100,000	106,859	1.32	100,000	114,024	1.25
Credit Suisse Group 0.65% 2029	200,000	176,522	2.18	—	—	—
Deutsche Telekom Intl Finance 7.5% 2033	150,000	233,723	2.88	150,000	259,011	2.85
EDF 4.5% 2040	—	—	—	100,000	153,887	1.69
EDF 4.625% 2030	150,000	182,598	2.25	—	—	—
ENI SPA 3.625% 2029	200,000	224,740	2.77	200,000	247,458	2.72
GE Capital European Funding 6.025% 2038	—	—	—	100,000	165,354	1.82
Iberdrola 3.25% FRN (Perp)	200,000	206,604	2.55	100,000	108,298	1.19
Innogy Finance 5.75% 2033	100,000	135,682	1.67	100,000	152,804	1.68
NN Group 4.375 (Perp)	200,000	209,952	2.59	200,000	219,922	2.42
Orange 8.125% 2033	125,000	203,648	2.51	125,000	225,889	2.48
Orsted AS 6.25% FRN 3013	25,000	26,369	0.33	25,000	27,629	0.30
Société Générale 2.625% 2025	200,000	205,832	2.54	100,000	108,448	1.19
Telefonica 3% FRN	—	—	—	100,000	103,449	1.14
Total Capital International 2.625% FRN (Perp)	159,000	160,056	1.97	159,000	167,783	1.85

Investment Portfolios of the Funds continued

Euro High Income Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 €	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 €	% of Total Net Assets
Europe continued						
Total Capital International 5.125% 2024	—	—	—	200,000	227,090	2.50
Unibail Rodamco 2% 2036	200,000	186,534	2.30	200,000	217,264	2.39
Valeo 3.25% 2024	100,000	103,367	1.27	100,000	107,428	1.18
Vattenfall AB 3% 2077	200,000	202,538	2.50	200,000	216,134	2.38
Veolia Environment 4.625% 2027	200,000	231,796	2.86	200,000	249,800	2.75
Vesteda Finance 2.5% 2022	—	—	—	100,000	102,219	1.12
Vonovia Finance 4% FRN	—	—	—	100,000	100,809	1.11
United Kingdom 21.37% (16.36%)						
Aviva 3.375% FRN 2045	100,000	104,292	1.29	100,000	111,219	1.22
Aviva 6.125% FRN 2043	100,000	106,672	1.32	100,000	110,699	1.22
Barclays Bank 6.625% 2022	—	—	—	100,000	103,333	1.14
British Sky Ltd 2.5% 2026	200,000	211,930	2.61	—	—	—
Channel Link Enterprises Inc 2.706% 2050	100,000	97,994	1.21	100,000	102,622	1.13
GlaxoSmithKline 1.75% 2030	—	—	—	200,000	222,592	2.45
HBOS 4.5% FRN 2030	100,000	106,116	1.31	100,000	113,691	1.25
HSBC Holdings 2.5% 2027	200,000	209,480	2.58	200,000	223,204	2.46
Intermediate Capital Group 1.625% 2027	200,000	190,626	2.35	—	—	—
Kennedy-Wilson Holdings 3.25% 2025	200,000	203,204	2.51	200,000	215,438	2.37
Lloyds Bank 2.375% 2026	150,000	156,147	1.93	150,000	165,348	1.82
Phoenix Group Holdings 4.375% 2029	100,000	105,939	1.31	100,000	118,397	1.30
Virgin Media 3.25% 2031	150,000	138,593	1.71	—	—	—
Vodafone Group 4.2% 2078	100,000	102,222	1.26	—	—	—
United States 11.84% (14.157%)						
AT&T 3.375% 2034	—	—	—	100,000	124,233	1.37
Bank Of America Corporation 3.648% 2029	150,000	166,163	2.05	150,000	180,171	1.98
British Sky Ltd 2.5% 2026	200,000	199,116	2.45	—	—	—
Goldman Sachs 2% 2023	—	—	—	100,000	104,053	1.14
JP Morgan Chase 2.875% 2028	150,000	162,632	2.01	150,000	176,223	1.94
Microsoft 3.125% 2028	—	—	—	100,000	122,263	1.34
Verizon Communications 3.25% 2026	185,000	200,845	2.48	185,000	211,244	2.32
Vodafone Group 2.875% 2037	100,000	108,212	1.33	100,000	122,083	1.34
Wal-Mart Stores 2.55% 2026	—	—	—	100,000	111,499	1.23
Wal-Mart Stores 4.875% 2029	100,000	123,756	1.53	100,000	135,742	1.49

Investment Portfolios of the Funds continued

Euro High Income Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 €	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 €	% of Total Net Assets
Total value of investments		7,901,306	97.41		8,915,747	98.07
Other assets		276,365	3.41		269,737	2.97
Total assets		8,177,671	100.82		9,185,484	101.04
Liabilities		(66,678)	(0.82)		(94,112)	(1.04)
Total Net Assets		8,110,993	100.00		9,091,372	100.00

	For the period ended 31.03.22	For the year ended 30.09.21
Cost of investments purchased	€1,900,157	€2,730,295
Proceeds from investments sold	€2,273,195	€3,167,907

Investment Portfolios of the Funds continued

High Income Fund

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
UK Government Bonds 0% (3.09%)						
Treasury 6% 2028	—	—	—	4,000,000	5,462,440	3.09
UK Corporate Bonds 63.66% (57.12%)						
Anglian Water (Osprey) Financing 4.5% 2026	1,000,000	1,077,790	0.71	1,000,000	1,140,930	0.65
Annington Finance 3.685% 2034	—	—	—	690,000	781,115	0.44
Assura Financing 3% 2028	—	—	—	335,000	367,003	0.21
Aviva 4.375% FRN 2049	317,000	329,541	0.22	317,000	354,888	0.20
Aviva 5.125% FRN 2050	1,200,000	1,301,184	0.86	1,200,000	1,407,576	0.80
Aviva 6.875% FRN 2058	—	—	—	200,000	312,266	0.18
Barclays Bank 3.25% 2033	3,850,000	3,798,564	2.51	600,000	651,738	0.37
BHP Billiton Finance 4.3% 2042	500,000	583,395	0.39	500,000	662,460	0.38
Broadgate Financing 4.821% 2036	1,340,000	1,611,725	1.06	1,340,000	1,727,327	0.98
Bromford Housing 3.125% 2048	—	—	—	550,000	656,761	0.37
BUPA Finance 5% 2026	1,500,000	1,609,965	1.06	1,500,000	1,742,445	0.99
Burford Capital 5% 2026	4,250,000	4,119,100.0	2.72	1,500,000	1,565,040	0.89
Canary Wharf II 6.455% 2030	—	—	—	1,510,000	309,685	0.18
Catalyst Housing 3.125% 2047	—	—	—	532,000	618,657	0.35
Circle Anglia Social Housing 7.25% 2038	1,400,000	2,205,700	1.46	1,400,000	2,436,686	1.38
Channel Link Enterprises Inc 3.043% 2050	—	—	—	600,000	602,388	0.34
Close Brothers Finance 2.75% 2026	2,000,000	2,020,520	1.33	2,000,000	2,155,600	1.22
Clydesdale Bank 4.625% 2026	—	—	—	2,050,000	2,395,958	1.36
Comcast Corporation 1.875% 2036	750,000	668,963	0.44	—	—	—
Co-operative Group 5.625% 2020	655,000	696,363	0.46	655,000	784,801	0.44
Connect Plus M25 2.607% 2039	713,000	651,201	0.43	713,000	716,719	0.41
DS Smith Plc 2.875% 2029	—	—	—	330,000	344,603	0.20
Eastern Power Networks 8.5% 2025	—	—	—	3,530,000	4,406,746	2.49
Electricity North Western 8.785% 2026	1,452,000	1,806,883	1.19	1,452,000	1,929,839	1.09
Eversholt Funding 3.529% 2042	—	—	—	490,000	544,679	0.31
GlaxoSmithKline 6.375% 2039	2,557,000	3,801,159	2.51	2,557,000	4,141,675	2.34
Glencore Finance 3.125% 2026	1,500,000	1,505,925	0.99	1,500,000	1,587,225	0.90
Great Rolling Stock 6.25% 2031	1,000,000	917,763	0.61	1,000,000	1,015,105	0.57
Hammerson Plc 6% 2026	—	—	—	434,000	496,891	0.28
Hammerson Plc 7.25% 2028	—	—	—	400,000	502,252	0.28
HBOS 12% (Perp)	—	—	—	2,000,000	2,060,000	1.17
Heathrow Funding 6.45% 2033	1,000,000	1,261,920	0.83	1,000,000	1,351,360	0.76
Heathrow Funding 6.75% 2028	900,000	1,046,691	0.69	900,000	1,117,701	0.63
HSBC Bank 5.844% FRN (Perp)	—	—	—	660,000	918,661	0.52
HSBC Holdings 3% 2030	2,740,000	2,682,926	1.77	2,740,000	2,899,961	1.64
HSBC Holdings 6% 2040	1,000,000	1,226,790	0.81	1,000,000	1,374,030	0.78
Informa Plc 3.125% 2026	—	—	—	1,068,000	1,127,958	0.64
Integrated Accommodation 6.48% 2029	1,951,000	929,655	0.61	1,951,000	1,048,085	0.59
Investec 2.625% 2032	3,250,000	3,026,563	2.00	—	—	—

Investment Portfolios of the Funds continued

High Income Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
UK Corporate Bonds continued						
Investec 4.25% 2028	1,500,000	1,519,140	1.00	—	—	—
L&Q Housing Trust 2.625% 2028	1,425,000	1,440,732	0.95	1,425,000	1,523,824	0.86
L&Q Housing Trust 4.625% 2033	—	—	—	500,000	649,975	0.37
L&Q Housing Trust 5.486% 2042	750,000	1,031,363	0.68	750,000	1,152,105	0.65
L&Q Housing Trust 5.5% 2040	—	—	—	500,000	746,985	0.42
Ladbroke's 5.125% 2023	1,500,000	1,529,610	1.01	—	—	—
LCR Finance 4.5% 2028	2,000,000	2,338,180	1.54	2,000,000	2,477,080	1.40
Liverpool Victoria 6.5% 2027	3,000,000	3,079,650	2.03	—	—	—
Livewest TRS 2.25% 2043	—	—	—	351,000	361,642	0.20
Lloyds Banking Group 2.707% 2035	1,407,000	1,291,640	0.85	1,407,000	1,422,252	0.81
Lloyds Bank 1.75% 2024	894,000	878,435	0.58	894,000	913,391	0.52
Next Group 3.625% 2028	3,000,000	3,069,750	2.03	—	—	—
NGG Finance 5.625% FRN 2073	1,590,000	1,627,794	1.07	1,590,000	1,764,630	1.00
NIE Finance 6.375% 2026	1,500,000	1,735,725	1.15	1,500,000	1,849,695	1.05
Notting Hill 5.25% 2042	1,500,000	2,007,270	1.33	1,500,000	2,225,175	1.26
Paragon Banking Group 4.375% 2031	1,500,000	1,556,505	1.03	1,500,000	1,596,540	0.90
Pension Insurance Corporation 4.625% 2031	1,000,000	1,022,300	0.67	1,000,000	1,121,040	0.63
Pension Insurance Corporation 5.625% 2030	865,000	951,327	0.63	865,000	1,047,307	0.59
Pension Insurance Corporation 8% 2026	1,400,000	1,668,324	1.10	1,400,000	1,811,306	1.03
Phoenix Group Holdings 5.625% 2031	750,000	822,030	0.54	750,000	901,320	0.51
Phoenix Group Holdings 6.625% 2025	1,500,000	1,660,890	1.10	1,500,000	1,791,945	1.01
Prudential 5% FRN 2055	1,900,000	2,054,717	1.36	1,900,000	2,250,170	1.27
QBE Insurance 6.115% 2042	787,000	790,439	0.52	787,000	811,901	0.46
RL Finance Bonds 6.125% 2028	2,000,000	2,267,840	1.50	2,000,000	2,458,880	1.39
Royal Bank of Scotland 3.125% 2027	1,133,000	1,132,762	0.75	1,133,000	1,206,362	0.68
Sainsbury's 6% 2027	1,500,000	1,518,495	1.00	—	—	—
Santander UK 10.0625% (Perp)	500,000	879,675	0.58	500,000	893,800	0.51
Scottish Power 6.5% FRN 2041	—	—	—	500,000	793,305	0.45
Segro Plc 2.875% 2037	850,000	837,114	0.55	850,000	950,377	0.54
Severn Trent 6.25% 2029	1,550,000	1,911,646	1.26	1,550,000	2,066,011	1.17
Southern Gas Networks 4.875% 2029	2,550,000	2,911,080	1.92	2,550,000	3,128,876	1.77
Southern Gas Networks 6.375% 2040	300,000	406,011	0.27	300,000	469,116	0.27
Standard Chartered 5.125% 2034	762,000	851,108	0.56	762,000	947,410	0.54
Tesco Property Finance 2039	—	—	—	279,000	338,535	0.19
Tesco Property Finance 5.661% 2041	—	—	—	390,000	500,213	0.28
Tesco Property Finance 5.744% 2040	641,000	708,190	0.47	641,000	796,134	0.45
Tesco Property Finance 5.8006% 2040	—	—	—	290,000	364,745	0.21
Thames Water Utilities 6.75% 2028	800,000	987,928	0.65	—	—	—
Total Capital International 1.75% 2025	1,054,000	1,039,170	0.69	1,054,000	1,083,997	0.61
TP ICAP Plc 0.625% 2028	2,000,000	1,813,560	1.20	—	—	—
Unite Group 3.5% 2028	837,000	859,766	0.57	837,000	922,809	0.52
Unite (USAF) 3.921% 2030	1,516,000	1,587,692	1.05	1,516,000	1,660,566	0.94

Investment Portfolios of the Funds continued

High Income Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
UK Corporate Bonds continued						
Verizon Communications 3.375% 2036	560,000	575,383	0.38	560,000	634,833	0.36
Vicinity Centres 3.375% 2026	—	—	—	520,000	563,545	0.32
Virgin Media 4.5% 2031	1,500,000	1,382,685	0.91	1,500,000	1,533,720	0.87
Virgin Media 5% 2027	680,000	689,377	0.46	680,000	705,622	0.40
Western Power 5.75% 2032	1,500,000	1,850,415	1.22	1,500,000	2,021,400	1.14
Yorkshire Power 7.25% 2028	1,000,000	1,258,900	0.83	1,000,000	1,348,440	0.76
Zurich Finance 6.625% FRN (Perp)	—	—	—	800,000	845,160	0.48
Overseas Borrowers 33.83% (37.37%)						
America Movil 4.375% 2041	1,170,000	1,335,731	0.88	1,170,000	1,487,187	0.84
America Movil 5.75% 2030	—	—	—	500,000	648,605	0.37
Anheuser Busch 2.85% 2037	—	—	—	1,471,000	1,561,187	0.88
APT Pipelines 3.125% 2031	—	—	—	443,000	471,352	0.27
AT&T 4.25% 2043	777,000	853,752	0.56	777,000	949,401	0.54
AT&T 4.375% 2029	1,786,000	1,947,847	1.29	786,000	922,945	0.52
AT&T 4.875% 2044	600,000	718,860	0.47	600,000	798,228	0.45
AXA 5.453% FRN (Perp)	2,123,000	2,246,346	1.48	2,123,000	2,464,251	1.39
Bank of America 7% 2028	3,250,000	4,024,215	2.66	3,250,000	4,384,543	2.48
Berkshire Hathaway 2.375% 2039	449,000	417,682	0.28	449,000	472,025	0.27
Citigroup 5.15% 2026	—	—	—	500,000	585,530	0.33
Citigroup 6.8% 2038	1,200,000	1,796,340	1.19	1,200,000	2,009,328	1.14
Comcast Corporation 5.5% 2029	3,000,000	3,613,770	2.39	3,000,000	3,865,260	2.19
Cooperatieve Rabobank 4.625% 2029	1,500,000	1,623,630	1.07	1,500,000	1,759,965	1.00
CPPIB Capital Inc 1.125% 2029	3,000,000	2,831,220	1.87	3,000,000	2,982,990	1.69
CPUK Finance Ltd 3.69% 2028	840,000	878,800	0.58	840,000	932,081	0.53
Deutsche Telekom Intl Finance GRN 2030	1,250,000	1,703,350	1.12	1,250,000	1,824,538	1.03
Digital Stout Holding 3.75% 2030	1,000,000	1,039,000	0.69	1,000,000	1,130,950	0.64
E.ON International Finance 5.875% 2037	800,000	1,051,440	0.69	800,000	1,155,480	0.65
EDF 5.125% 2050	3,000,000	3,616,320	2.39			
EDF 5.5% 2041	—	—	—	1,000,000	1,441,370	0.82
EDF 5.875% 2031	—	—	—	1,368,000	1,831,478	1.04
EDF 6.125% 2034	—	—	—	600,000	848,508	0.48
EDF 6.25% 2028	—	—	—	400,000	512,708	0.29
Enel SPA 5.75% 2037	1,300,000	1,674,309	1.11	1,300,000	1,852,760	1.05
Equinor ASA 6.875% 2031	2,673,000	3,584,466	2.37	1,250,000	1,811,925	1.03
European Investment Bank 6% 2028	—	—	—	1,250,000	1,684,275	0.95
Fidelity National Info Services 3.36% 2031	1,250,000	1,273,038	0.84	1,250,000	1,389,013	0.79
General Motors Financial 2.25% 2024	—	—	—	850,000	872,287	0.49
Goldman Sachs 7.125% 2025	—	—	—	850,000	1,035,368	0.59
Goldman Sachs 7.25% 2028	1,077,000	1,326,595	0.88	1,077,000	1,442,275	0.82
KFW Bankengruppe 6% 2028	—	—	—	5,000,000	6,743,300	3.82
MetLife Incorporated 5.375% 2024	1,000,000	1,072,610	0.71	1,000,000	1,138,710	0.64

Investment Portfolios of the Funds continued

High Income Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
Orange 5.625% 2034	1,000,000	1,267,720	0.84	1,000,000	1,384,870	0.78
Orange 8.125% 2028	—	—	—	700,000	1,005,774	0.57
Orsted AS 2.5% 2033	3,900,000	3,823,950	2.52	—	—	—
Orsted AS 5.75% 2040	—	—	—	1,450,000	2,182,990	1.24
Innogy Finance 6.125% 2039	1,450,000	1,980,468	1.31	250,000	391,713	0.22
Société Générale 1.875% 2024	—	—	—	1,100,000	1,120,361	0.63
Total Capital International 1.405% 2031	—	—	—	600,000	581,652	0.33
Total Capital International 1.66% 2026	1,200,000	1,167,468	0.77	1,200,000	1,229,064	0.70
Time Warner Cable 5.25% 2042	—	—	—	600,000	786,084	0.44
Verizon Communications 2.5% 2031	300,000	290,544	0.19	300,000	312,630	0.18
Vinci SA 2.75% 2034	1,300,000	1,300,897	0.86	300,000	331,152	0.19
Wal-Mart Stores 5.25% 2035	1,411,000	1,838,392	1.21	1,411,000	2,020,524	1.14
Welltower Incorporated 4.8% 2028	850,000	940,329	0.62	850,000	1,013,642	0.57
Wells Fargo & Co 4.875% 2035	—	—	—	500,000	638,628	0.36

Total value of investments	147,663,993	97.48	172,380,300	97.58
Other assets	8,653,393	5.71	5,403,250	3.06
Total assets	156,317,386	103.19	177,783,550	100.64
Liabilities	(4,838,902)	(3.19)	(1,188,327)	(0.64)
Total Net Assets	151,478,484	100.00	176,595,223	100.00

	For the period ended 31.03.22	For the year ended 30.09.21
Cost of investments purchased	£40,776,060	£24,353,288
Proceeds from investments sold	£47,423,088	£45,750,464

Investment Portfolios of the Funds continued

Sterling Bond Fund

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
UK Government Bonds 0% (2.63%)						
Treasury 1.25% 2027	0.27	0.27	—	328,803	339,923	0.38
Treasury 5% 2025	—	—	—	1,750,000	2,020,148	2.25
UK Corporate Bonds 57.91% (57.54%)						
Annington Finance 2.646% 2025	—	—	—	100,000	104,600	0.12
Annington Funding 3.184% 2029	826,000	822,423	1.02	826,000	892,146	0.99
Aspire Defence Finance B 4.674% 2040	693,000	690,548	0.86	693,000	756,891	0.84
Assura Financing 3% 2028	—	—	—	297,000	325,372	0.36
Aviva 4.375% FRN 2049	948,000	985,502	1.22	948,000	1,061,305	1.18
Aviva 6.125% 2036	200,000	221,004	0.27	200,000	240,304	0.27
Aviva 6.125% FRN (Perp)	340,000	344,131	0.43	340,000	356,487	0.40
Barclays Bank 3% 2026	389,000	386,988	0.48	389,000	412,892	0.46
Barclays Bank 3.125% 2024	—	—	—	842,000	878,341	0.98
Barclays Bank 3.25% 2033	1,967,000	1,940,720	2.41	217,000	235,712	0.26
BAT International Finance 2.25% 2028	—	—	—	402,000	398,193	0.44
BAT International Finance 4% 2026	—	—	—	170,000	186,643	0.21
BAT International Finance 6% 2034	—	—	—	291,000	370,213	0.41
BG Energy Capital 5.00% 2036	197,000	233,149	0.29	197,000	266,819	0.30
BG Energy Capital 5.125% 2025	500,000	546,600	0.68	500,000	582,195	0.65
Bond Admiral Group Plc 5.5% 2024	878,000	928,388	1.15	—	—	—
BP Capital Markets 4.25% (Perp)	—	—	—	113,000	120,377	0.13
British Telecom 3.125% 2031	—	—	—	100,000	103,951	0.12
British Telecom 5.75% 2028	—	—	—	80,000	98,712	0.11
British Telecom 6.375% 2037	—	—	—	66,000	91,590	0.10
Bromford Housing 3.125% 2048	—	—	—	635,000	758,260	0.84
BUPA Finance 5% 2023	—	—	—	100,000	106,461	0.12
BUPA Finance 5% 2026	1,100,000	1,180,641	1.47	1,100,000	1,277,793	1.42
Canary Wharf Finance 5.952% 2035	—	—	—	150,000	208,991	0.23
Catalyst Housing 3.125% 2047	—	—	—	100,000	116,289	0.13
Channel Link Enterprises Inc 3.043% 2050	—	—	—	100,000	100,398	0.11
Circle Anglia Social Housing 7.25% 2038	179,000	282,014	0.35	179,000	311,548	0.35
Clarion Funding 3.125% 2048	—	—	—	380,000	448,617	0.50
Close Brothers Finance 2.75% 2026	1,000,000	1,010,260	1.25	1,000,000	1,077,800	1.20
Clydesdale Bank 4.625% 2026	—	—	—	100,000	116,876	0.13
Connect Plus M25 2.607% 2039	451,000	411,909	0.51	451,000	453,353	0.50
CYBG Plc 3.375% 2026	500,000	498,890	0.62	500,000	529,775	0.59
CYBG Plc 4% 2026	600,000	610,386	0.76	600,000	653,508	0.73
DS Smith Plc 2.875% 2029	—	—	—	293,000	305,965	0.34
Eastern Power Networks 5.75% 2024	—	—	—	169,000	188,864	0.21
Eastern Power Networks 6.25% 2036	240,000	329,808	0.41	240,000	369,050	0.41
Eversholt Funding 2.742% 2040	—	—	—	177,000	178,920	0.20
Eversholt Funding 6.697% 2035	—	—	—	224,000	278,137	0.31
Experian Finance FRN 2028	—	—	—	142,000	158,926	0.18

Investment Portfolios of the Funds continued

Sterling Bond Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
Futures Treasury 3.375% 2044	—	—	—	100,000	120,914	0.13
Gatwick Funding 3.125% 2039	—	—	—	205,000	206,941	0.23
Gatwick Funding 6.125% 2026	—	—	—	100,000	118,215	0.13
Gatwick Funding 6.5% 2043	—	—	—	186,000	273,039	0.30
Glencore Finance 3.125% 2026	1,500,000	1,505,925	1.87	1,500,000	1,587,225	1.77
Grainger Plc 3% 2030	—	—	—	100,000	104,708	0.12
Great Rolling Stock 6.25% 2031	575,000	537,927	0.67	575,000	583,685	0.65
Heathrow Funding 5.875% 2043	—	—	—	115,000	164,871	0.18
Heathrow Funding 6.45% 2033	467,000	589,317	0.73	467,000	631,085	0.70
Heathrow Funding 7.075% 2028	—	—	—	132,000	172,528	0.19
Heathrow Funding 7.125% 2024	—	—	—	240,000	270,898	0.30
HSBC Bank 5.375% 2030	295,000	317,880	0.39	295,000	339,103	0.38
HSBC Bank 5.375% 2033	150,000	177,326	0.22	150,000	195,876	0.22
HSBC Holdings 2.26% 2026	—	—	—	371,000	380,646	0.42
HSBC Holdings 3% 2030	1,000,000	979,170	1.22	1,000,000	1,058,380	1.18
HSBC Holdings 5.75% 2027	—	—	—	170,000	203,692	0.23
HSBC Holdings 6% 2040	—	—	—	140,000	192,364	0.21
Hutchison Whampoa Finance UK 5.625% 2026	500,000	569,775	0.71	500,000	607,075	0.68
Imperial Brands 5.5% 2026	—	—	—	100,000	116,935	0.13
Investec 2.625% 2032	1,500,000	1,396,875	1.74	—	—	—
Investec 4.25% 2028	1,500,000	1,519,140	1.89	—	—	—
L&Q Housing Trust 2.625% 2028	387,000	391,272	0.49	387,000	413,838	0.46
L&Q Housing Trust 2.75% 2057	—	—	—	100,000	110,569	0.12
L&Q Housing Trust 4.625% 2033	—	—	—	596,000	774,770	0.86
L&Q Housing Trust 5.5% 2040	—	—	—	92,000	137,445	0.15
Libra Longhurst 2 3.25% 2043	—	—	—	112,000	129,177	0.14
Liverpool Victoria 6.5% 2027	1,064,000	1,092,249	1.36	—	—	—
Livewest TRS 2.25% 2043	—	—	—	280,000	288,490	0.32
Lloyds Bank 1.75% 2024	454,000	446,096	0.55	454,000	463,847	0.52
Lloyds Bank 2.25% 2024	—	—	—	628,000	649,641	0.72
Lloyds Bank 6% 2029	—	—	—	100,000	133,702	0.15
Lloyds Bank 6.5% 2040	207,000	306,406	0.38	207,000	347,437	0.39
Lloyds Bank 7.625% 2025	—	—	—	631,000	769,984	0.86
Lloyds of London 4.75% 2024	—	—	—	231,000	253,231	0.28
London & Quadrant 3.75% 2049	—	—	—	100,000	130,042	0.14
Manchester Airport 4.75% 2034	—	—	—	100,000	122,196	0.14
Meadowhall 4.988% 2037	300,000	203,117	0.25	300,000	220,796	0.25
Morhomes Plc 3.4% 2038	496,000	506,976	0.63	496,000	549,613	0.61
National Grid Gas 2.625% 2038	100,000	90,178	0.11	100,000	101,301	0.11
Next Group 3.625% 2028	2,000,000	2,046,500	2.54	1,500,000	1,644,360	1.83
NIE Finance 6.375% 2026	567,000	656,104	0.81	567,000	699,185	0.78
Northern Electric Finance PLC 5.125% 2035	—	—	—	250,000	333,640	0.37
Northern Gas Network 4.875% 2027	529,000	590,771	0.73	529,000	629,949	0.70
Northumbrian Water 2.375% 2027	363,000	359,599	0.45	363,000	380,805	0.42

Investment Portfolios of the Funds continued

Sterling Bond Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
Northumbrian Water 5.625% 2033	209,000	262,930	0.33	209,000	288,750	0.32
Notting Hill 2.875% 2029	480,000	488,362	0.61	480,000	516,878	0.58
Pension Insurance Corp 5.625% 2030	800,000	879,840	1.09	800,000	968,608	1.08
Pension Insurance Corp 6.5% 2024	—	—	—	100,000	113,011	0.15
Pension Insurance Corp 8% 2026	1,000,000	1,191,660	1.48	1,000,000	1,293,790	1.44
Phoenix Group Holdings 5.625% 2031	—	—	—	100,000	120,176	0.13
Phoenix Group Holdings 6.625% 2025	1,073,000	1,188,090	1.48	1,073,000	1,281,838	1.43
Prudential 5% FRN 2055	467,000	505,028	0.63	467,000	553,068	0.62
Prudential 5.625% 2051	1,362,000	1,490,559	1.85	362,000	428,738	0.48
Prudential 5.7% 2063	—	—	—	273,000	351,725	0.39
Quadgas Finance 3.375% 2029	700,000	694,463	0.86	700,000	747,649	0.83
RL Finance Bonds 6.125% 2028	1,250,000	1,417,400	1.76	1,250,000	1,536,800	1.71
RL Finance Bonds 6.125% 2043	—	—	—	405,000	444,548	0.49
RMPA Services 5.337% 2038	—	—	—	147,000	134,170	0.15
Royal Bank of Scotland 2.875% 2026	600,000	595,422	0.74	600,000	631,878	0.70
Royal Bank of Scotland 3.125% 2027	521,000	520,891	0.65	521,000	554,735	0.62
Santander UK 3.875% 2029	422,000	457,064	0.57	422,000	498,416	0.55
Segro Plc 2.875% 2037	400,000	393,936	0.49	400,000	447,236	0.50
Severn Trent 6.125% 2024	—	—	—	256,000	287,724	0.32
Severn Trent 6.25% 2029	—	—	—	170,000	226,595	0.25
Sovereign Housing 5.705% 2039	124,000	174,246	0.22	124,000	192,105	0.21
Stagecoach Group 4% 2025	538,000	550,008	0.68	538,000	584,596	0.65
Standard Chartered 5.125% 2034	—	—	—	100,000	124,332	0.14
Tesco Corporate Treasury 2.75% 2030	—	—	—	100,000	105,082	0.12
Tesco Property Finance 5.744% 2040	908,000	1,008,319	1.25	908,000	1,127,753	1.26
Thames Water Utilities 2.625% 2032	—	—	—	179,000	187,234	0.21
Thames Water Utilities 4% 2025	—	—	—	126,000	139,248	0.16
Thames Water Utilities 6.5% 2032	100,000	128,599	0.16	100,000	140,094	0.16
Thames Water Utilities 6.75% 2028	1,380,000	1,704,176	2.12	560,000	743,120	0.83
THFC Funding No.1 5.125% 2037	387,000	481,974	0.60	387,000	524,416	0.58
THFC Funding No.2 6.35% 2041	247,000	359,951	0.45	247,000	392,772	0.44
TP ICAP Plc 0.625% 2028	1,000,000	906,780	1.13	—	—	—
TP ICAP Plc 5.25% 2026	1,750,000	1,824,270	2.27	—	—	—
Tritax 2.625% 2026	—	—	—	252,000	269,010	0.30
Unite Group 3.5% 2028	414,000	425,261	0.53	414,000	456,443	0.51
United Utilities Water 5% 2035	120,000	147,554	0.18	120,000	162,035	0.18
UPP Bond Series 1 4.9023% 2040	—	—	—	150,000	160,019	0.18
Virgin Money UK 4% 2027	—	—	—	123,000	135,900	0.15
Wessex Water Financial Services 5.375% 2028	—	—	—	404,000	495,470	0.55
Western Power 3.625% 2023	—	—	—	500,000	526,230	0.59
Western Power 5.75% 2032	202,000	249,189	0.31	202,000	272,215	0.30
Western Power 5.75% 2040	—	—	—	150,000	224,316	0.25
Western Power 5.75% 2040	—	—	—	50,000	74,787	0.08
Western Power 6.25% 2040	—	—	—	138,000	219,039	0.24

Investment Portfolios of the Funds continued

Sterling Bond Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
Westfield Stratford 1.642% 2026	—	—	—	391,000	395,774	0.44
Whitbread Group Plc 3.375% 2025	2,500,000	2,512,925	3.12	—	—	—
WPP Finance 3.75% 2032	—	—	—	100,000	112,596	0.13
Yorkshire Building Society 3% 2025	—	—	—	350,000	367,150	0.41
Yorkshire Building Society 3.5% 2026	346,000	359,705	0.45	346,000	382,690	0.43
Overseas Borrowers 39.89% (37.85%)						
Abertis 3.375% 2026	400,000	406,392	0.50	400,000	430,132	0.48
America Movil 4.948% 2033	405,000	478,192	0.59	405,000	520,875	0.58
America Movil 5.75% 2030	425,000	513,222	0.64	425,000	551,314	0.61
Anheuser Busch 2.85% 2037	—	—	—	281,000	298,228	0.33
Anheuser Busch 9.75% 2024	—	—	—	500,000	622,300	0.69
Apple Incorporated 3.05% 2029	—	—	—	100,000	113,408	0.13
APT Pipelines 3.125% 2031	—	—	—	292,000	310,688	0.35
APT Pipelines 3.5% 2030	484,000	488,041	0.61	484,000	528,968	0.59
AT&T 4.375% 2029	1,000,000	1,090,620	1.35	—	—	—
AT&T 5.2% 2033	269,000	316,616	0.39	269,000	348,089	0.39
AT&T 7% 2040	250,000	362,938	0.45	250,000	399,658	0.44
AXA 5.453% FRN (Perp)	996,000	1,053,868	1.31	996,000	1,156,097	1.29
AXA 6.686% FRN (Perp)	300,000	332,238	0.41	300,000	368,577	0.41
Bank of America 2.3% 2025	—	—	—	253,000	264,474	0.29
Bank of America 7% 2028	—	—	—	200,000	269,818	0.30
Banque Federative Credit Mutuel 1.25% 2025	500,000	476,180	0.59	500,000	502,075	0.56
Banque Federative Credit Mutuel 1.5% 2026	500,000	477,300	0.59	500,000	505,860	0.56
Berkshire Hathaway 2.375% 2039	227,000	211,167	0.26	227,000	238,641	0.27
BHP Billiton Finance 6.5% 2077	1,208,000	1,232,450	1.53	1,208,000	1,277,774	1.42
Citigroup 1.75% 2026	—	—	—	381,000	387,012	0.43
Citigroup 4.5% 2031	—	—	—	170,000	202,006	0.22
Comcast Corporation 1.5% 2029	553,000	519,245	0.64	553,000	548,410	0.61
Comcast Corporation 1.875% 2036	330,000	294,344	0.37	330,000	320,404	0.36
Comcast Corporation 5.5% 2029	—	—	—	158,000	203,570	0.23
Commonwealth Bank of Australia 1.125% 2021	—	—	—	105,000	105,227	0.12
Cooperatieve Rabobank 4.625% 2029	1,857,000	2,010,054	2.50	1,857,000	2,178,837	2.43
CPUK Finance Ltd 3.69% 2028	420,000	439,400	0.55	420,000	466,040	0.52
Credit Agricole 7.375% 2023	—	—	—	400,000	454,736	0.51
Credit Suisse Group 2.25% 2028	—	—	—	162,000	164,843	0.18
Digital Stout Holding 3.75% 2030	340,000	353,260	0.44	340,000	384,523	0.43
Digital Stout Holding 4.25% 2025	600,000	626,604	0.78	600,000	659,593	0.73
E.ON International Finance 5.875% 2037	150,000	197,145	0.24	150,000	216,651	0.24
E.ON International Finance 6.375% 2032	492,000	639,093	0.79	492,000	685,951	0.76
E.ON International Finance 6.75% 2039	150,000	215,982	0.27	150,000	237,501	0.26
EDF 5.125% 2050	1,000,000	1,205,440	1.50	—	—	—
EDF 5.5% 2037	200,000	248,632	0.31	200,000	276,784	0.31
EDF 5.5% 2041	—	—	—	300,000	432,411	0.48

Investment Portfolios of the Funds continued

Sterling Bond Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
EDF 5.875% 2031	—	—	—	845,000	1,131,286	1.26
EDF 6.25% 2028	300,000	357,288	0.44	300,000	384,531	0.43
Enel Finance International 5.625% 2024	847,000	910,567	1.13	847,000	960,346	1.07
Enel Finance International 5.75% 2040	461,000	608,008	0.76	461,000	684,115	0.76
European Investment Bank 5% 2039	1,294,000	1,848,595	2.30	1,294,000	2,008,366	2.24
Equinor ASA 6.875% 2031	1,300,000	1,743,287	2.17			
Fidelity National Info Services 3.36% 2031	630,000	641,611	0.80	630,000	700,062	0.78
Fiserv Inc 3% 2031	—	—	—	100,000	108,292	0.12
Gatwick Funding 4.625% FRN 2036	312,000	340,127	0.42	312,000	367,152	0.41
GE Capital UK Funding 6.25% 2038	—	—	—	65,000	96,556	0.11
GE Capital UK Funding 8% 2039	—	—	—	120,000	207,344	0.23
General Motors Financial 2.25% 2024	—	—	—	857,000	879,471	0.98
Groupe BPCE 5.25% 2029	—	—	—	100,000	121,557	0.14
Innogy Finance 5.625% 2023	—	—	—	123,000	135,787	0.15
Innogy Finance 6.125% 2039	350,000	478,044	0.59	350,000	526,929	0.58
Intercontinental Hotels Group 3.375% 2028	—	—	—	125,000	133,253	0.15
Landesbank Baden-Württemberg 1.5% 2025	—	—	—	500,000	505,715	0.56
Logicor Financing 2.75% 2030	—	—	—	150,000	155,937	0.17
Morgan Stanley 2.625% 2027	—	—	—	205,000	217,212	0.24
New York Life 1.625% 2023	—	—	—	317,000	323,895	0.36
Orange 3.25% 2032	300,000	312,093	0.39	300,000	334,473	0.37
Orange 8.125% 2028	717,000	959,274	1.19	417,000	599,154	0.67
Orsted AS 2.5% 2033	1,100,000	1,078,550	1.34			
Orsted AS 4.875% 2032	400,000	476,196	0.59	400,000	517,384	0.58
Orsted AS 5.75% 2040	400,000	562,116	0.70	400,000	626,740	0.70
QBE Insurance 6.115% 2042	—	—	—	112,000	115,544	0.13
Scentre Management 3.875% 2026	—	—	—	230,000	255,870	0.28
Société Générale 1.875% 2024	—	—	—	600,000	611,106	0.68
Southern Water Services 2.375% 2028	407,000	398,001	0.49	407,000	421,229	0.47
Telefonica Emision 5.445% 2029	550,000	639,837	0.79	550,000	691,317	0.77
Total Capital International 1.66% 2026	600,000	583,734	0.73	600,000	614,532	0.68
Trafford Centre Finance 6.5% 2033	—	—	—	200,000	179,442	0.20
Veolia Environment 6.125% 2037	150,000	205,857	0.26	150,000	228,419	0.25
Verizon Communications 3.125% 2035	400,000	399,344	0.50	400,000	441,884	0.49
Verizon Communications 3.375% 2036	482,000	495,241	0.62	482,000	546,410	0.61
Vicinity Centres 3.375% 2026	468,000	478,923	0.59	468,000	507,190	0.56
Vinci SA 2.25% 2027	—	—	—	200,000	210,502	0.23
Vinci SA 2.75% 2034	2,200,000	2,201,518	2.73	200,000	220,768	0.25
VW Financial Services 2.125% 2024	—	—	—	200,000	205,248	0.23
VW Financial Services 2.25% 2025	—	—	—	319,000	329,817	0.37
Welltower Incorporated 4.8% 2028	2,000,000	2,212,543	2.75	—	—	—
Westpac Bank 1% 2022	—	—	—	100,000	100,596	0.11

Investment Portfolios of the Funds continued

Sterling Bond Fund continued

For the six month period
ended 31 March 2022

	Holding 31.03.22	Market Value 31.03.22 £	% of Total Net Assets	Holding 30.09.21	Market Value 30.09.21 £	% of Total Net Assets
Total value of investments		78,743,743	97.81		88,072,206	98.06
Other assets		3,841,544	4.77		2,506,970	2.79
Total assets		82,585,287	102.58		90,579,176	100.85
Liabilities		(2,074,725)	(2.58)		(784,752)	(0.85)
Total Net Assets		80,510,563	100.00		89,794,424	100.00

	For the period ended 31.03.22	For the year ended 30.09.21
Cost of investments purchased	£28,828,354	£17,022,744
Proceeds from investments sold	£31,901,370	£25,633,136

Investment Portfolios of the Funds continued

Investments Purchased and Sold for the six month period ended 31 March 2022

This schedule refers to investments both purchased and sold during the period and as a result do not appear on the portfolio listings.

High Income Fund

Nominal

United Kingdom 0.625% 2050

4,000,000

Sterling Bond Fund

Nominal

United Kingdom 0.625% 2050

4,500,000

Investment Portfolios of the Funds continued

Investment Dealing for the six month period ended 31 March 2022

During the period transactions representing more than 10% of the aggregate value of the transactions in the property of the Funds were carried out with the following counter-parties:

Euro High Income Fund

Bridport
Goldman Sachs
HSBC Holdings plc.
JP Morgan
Lloyds Banking Group plc.
Morgan Stanley
Oppenheimer

High Income Fund

Bridport
Goldman Sachs
HSBC Holdings plc.
JP Morgan
Lloyds Banking Group plc.
Mitsubishi UFJ Financial Group, Inc.
Oppenheimer

Sterling Bond Fund

Bridport
Goldman Sachs
HSBC Holdings plc.
JP Morgan
Morgan Stanley
Oppenheimer

Investment Portfolios of the Funds continued

Summary of Material Portfolio Changes for the six month period ended 31 March 2022

This schedule refers to securities purchased and sold during the period which had a value of greater than 2% of the net asset value of each Fund. The Directors consider that where applicable the disclosure of the 20 largest purchases and sales is sufficient to reflect the nature of the operating activity of the Funds.

Euro High Income Fund

Purchases	Cost €	Sales	Proceeds €
British Sky Ltd 2.5% 2026	223,560	Total Capital International 5.125% 2024	225,940
British Sky Ltd 2.5% 2026	209,940	GlaxoSmithKline 1.75% 2030	210,260
Intermediate Capital Group 1.625% 2027	205,540	GE Capital European Funding 6.025% 2038	171,986
First Abu Dhabi Bank 0.125% 2026	199,660	Petroleos Mexicano 5.125% 2023	156,296
Credit Suisse Group 0.65% 2029	195,618	EDF 4.5% 2040	132,380
EDF 4.625% 2030	182,700	Microsoft 3.125% 2028	121,707
Virgin Media 3.25% 2031	149,775	AT&T 3.375% 2034	114,115
Vodafone Group 4.2% 2078	110,740	Wal-Mart Stores 2.55% 2026	111,133
CNP Assurances 4.25% 2045	108,075	Banque Federative Credit Mutuel 3% 2024	107,714
Lloyds Bank 2.375% 2026	106,324	Lloyds Bank 2.375% 2026	106,423
Société Générale 2.625% 2025	104,285	Goldman Sachs 2% 2023	103,919
Iberdrola 3.25% FRN (Perp)	103,940	Telefonica 3% FRN	103,827
		Telstra 3.75% 2022	102,378
		Vesteda Finance 2.5% 2022	102,126
		ABN Amro Bank 2.88% 2028	101,550
		BNP Paribas 2.63% 2027	101,091
		Vonovia Finance 4% FRN	100,350
		Barclays Bank 6.625% 2022	100,000

Investment Portfolios of the Funds continued

Summary of Material Portfolio Changes

for the six month period ended 31 March 2022 continued

High Income Fund

Purchases	Cost £	Sales	Proceeds £
Orsted AS 2.5% 2033	3,974,100	KFW Bankengruppe 6% 2028	6,658,250
EDF 5.125% 2050	3,935,280	Eastern Power Networks 8.5% 2025	4,211,114
United Kingdom 0.625% 2050	3,273,880	United Kingdom 0.625% 2050	2,947,960
Barclays Bank 3.25% 2033	3,215,235	Clydesdale Bank 4.625% 2026	2,365,290
Investec 2.625% 2032	3,214,900	Treasury 6% 2028	2,042,955
Liverpool Victoria 6.5% 2027	3,176,220	HBOS 12% (Perp)	2,000,000
Next Group 3.625% 2028	3,115,500	Total Capital International 1.405% 2031	1,928,430
Burford Capital 5% 2026	2,770,625	EDF 5.875% 2031	1,670,041
TP ICAP Plc 0.625% 2028	2,000,420	European Investment Bank 6% 2028	1,663,075
Equinor ASA 6.875% 2031	1,905,511	Anheuser Busch 2.85% 2037	1,552,346
Ladbroke's 5.125% 2023	1,578,750	Société Générale 1.875% 2024	1,084,160
Investec 4.25% 2028	1,555,500	Informa Plc 3.125% 2026	1,070,200
Sainsbury's 6% 2027	1,540,500	Goldman Sachs 7.125% 2025	984,402
Total Capital International 1.405% 2031	1,476,375	Orange 8.125% 2028	931,210
AT&T 4.375% 2029	1,187,080	HSBC Bank 5.844% FRN (Perp)	916,575
Vinci SA 2.75% 2034	1,118,900	General Motors Financial 2.25% 2024	849,575
Thames Water Utilities 6.75% 2028	985,784	Zurich Finance 6.625% FRN (Perp)	836,488
Comcast Corporation 1.875% 2036	751,500	Scottish Power 6.5% FRN 2041	829,100
		L&Q Housing Trust 5.5% 2040	778,420
		Time Warner Cable 5.25% 2042	768,300

Investment Portfolios of the Funds continued

Summary of Material Portfolio Changes

for the six month period ended 31 March 2022 continued

Sterling Bond Fund

Purchases	Cost £	Sales	Proceeds £
United Kingdom 0.625% 2050	3,683,115	United Kingdom 0.625% 2050	3,316,455
Whitbread Group Plc 3.375% 2025	2,533,750	United Kingdom 5% 2025	2,004,975
Welltower Incorporated 4.8% 2028	2,378,800	EDF 5.875% 2031	1,031,568
Vinci SA 2.75% 2034	1,984,480	Barclays Bank 3.125% 2024	858,032
TP ICAP Plc 5.25% 2026	1,950,500	General Motors Financial 2.25% 2024	856,400
Equinor ASA 6.875% 2031	1,740,804	Bromford Housing 3.125% 2048	812,102
Barclays Bank 3.25% 2033	1,729,005	L&Q Housing Trust 4.625% 2033	788,419
Investec 4.25% 2028	1,555,500	Lloyds Bank 7.625% 2025	724,767
Investec 2.625% 2032	1,483,800	Anheuser Busch 9.75% 2024	615,650
EDF 5.125% 2050	1,311,760	Lloyds Bank 2.25% 2024	615,063
AT&T 4.375% 2029	1,187,080	Société Générale 1.875% 2024	591,360
Prudential 5.625% 2051	1,164,470	Western Power 3.625% 2023	514,025
Liverpool Victoria 6.5% 2027	1,126,499	Landesbank Baden-Württemberg 1.5% 2025	478,150
Orsted AS 2.5% 2033	1,120,900	Clarion Funding 3.125% 2048	475,912
Thames Water Utilities 6.75% 2028	1,010,429	Wessex Water Financial Services 5.375% 2028	474,114
TP ICAP Plc 0.625% 2028	1,000,210	EDF 5.5% 2041	452,040
Bond Admiral Group Plc 5.5% 2024	948,152	Credit Agricole 7.375% 2023	449,280
Next Group 3.625% 2028	517,520	RL Finance Bonds 6.125% 2043	427,417
Orange 8.125% 2028	401,580	BAT International Finance 2.25% 2028	393,176
		Westfield Stratford 1.642% 2026	378,410

Notes to the Financial Statements

For the six month period ended 31 March 2022

1. The Company

The Company is domiciled and incorporated as a limited company in Jersey, Channel Islands under the Companies (Jersey) Law 1991 and is listed on The International Stock Exchange and has a secondary listing on the Malta Stock Exchange. Full details of the Company, Investment Objectives and Policy and Report of the Directors are stated on pages 2 to 8.

2. Basis of Preparation

2.1 Basis of preparation

The Financial Statements of the Company and the Funds have been prepared in accordance with International Financial Reporting Standards ('IFRS') as issued by the International Accounting Standards Board (IASB). Within the Financial Statements the Company represents the total value of the Funds combined, with the exception of the Statements of Financial Position which also includes the Nominal Share values. The financial statements of the Company and the following Funds are prepared on the going concern basis:

- Euro High Income Fund
- High Income Fund
- Sterling Bond Fund

The Directors have also chosen to adopt areas of the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued in May 2014 by the IMA (Investment Management Association) where this does not conflict with other reporting requirements.

The policies set out below have been consistently applied to all years presented (unless otherwise stated).

The interim report has been prepared under the historical cost convention, as modified by the revaluation of investments, held at fair value through the profit or loss and in accordance with the Companies (Jersey) Law 1991 and with the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 (as amended). Jersey is not part of the United Kingdom ('UK') and the Company is not regulated by the Financial Conduct Authority ('FCA') or the Prudential Regulation Authority ('PRA') of the UK.

The capital of the Company comprises various classes of Shares each relating to a separate Fund consisting of securities, cash, other assets and liabilities. This interim report presents the statements of financial position, statements of comprehensive income, statements of changes in net assets attributable to holders of participating redeemable preference shares, cash flow statements, investment portfolios and notes to the financial statements, change in net asset value per share, distribution tables and performance records. At the statement of financial position date the following funds were in existence: Euro High Income Fund, High Income Fund, and Sterling Bond Fund. The Directors may from time to time create further classes (Funds).

The net assets attributable to holders of participating redeemable preference shares are classified as financial liabilities and therefore, in the opinion of the Directors, the Capital of the Company is only represented by the Founders' Shares. Details of the Founders' Shares are disclosed in Notes 3 and 14.

Where assets of an individual Fund are insufficient to meet the Funds liabilities, then any liabilities that remain undischarged will revert to the Company as a whole and be allocated amongst the other Funds.

2.2 Significant accounting estimates and judgements

The Company makes assumptions and estimates that affect the reported amounts of assets and liabilities at the statement of financial position date. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The accounting policies deemed significant to the Company's results and financial position, are discussed in the following notes. There are no significant estimates and judgements that have a material effect on the financial statements.

2.3 Going concern

The Financial Statements of the Company and Funds have been prepared in accordance with IFRS on a going concern basis. The Directors have a reasonable expectation that the Brooks Macdonald International Investment Funds Limited will continue as a going concern for the foreseeable future.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

3. Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied consistently to all period presented, unless otherwise stated in the following text:

The Directors also monitor new standards and ensure that they are applied where relevant.

3.1 Standards, amendments and interpretations

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial period beginning 1 October 2021 that have had a material impact on the Company.

3.2 The following new and revised standards, amendments and interpretations have been published but are not yet effective:

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2021, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

IAS 1, 'Presentation of financial statements' on classification of liabilities as current or non-current. The International Accounting Standards Board issued amendments to paragraphs 69 and 70 to specify the requirements for classifying liabilities as current or non-current. (effective periods commencing on or after 1 January 2023).

Disclosure of Accounting Policies - In February 2021, the International Accounting Standards Board issued amendments to IAS 1 and IFRS Practice Statement 2 making materiality judgements, in which it provides guidance and examples to help entities apply materiality judgements to accounting policy disclosure. (effective periods commencing on or after 1 January 2023).

Definition of Accounting Estimates - In February 2021, the International Accounting Standards Board issued amendments to IAS 8, in which it introduces a new definition of 'accounting estimates' The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. (effective periods commencing on or after 1 January 2023).

There are no other standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a significant impact on the Company.

Functional currency and presentational currency

Items included in the Company's Financial Statements are measured using the currency of the primary economic environment in which it operates (the 'functional currency'). The Directors have adopted Sterling as the functional and presentational currency which reflects the Company's primary economic environment in which financial assets are invested and the regulatory environment of the majority of investors, being UK based.

The Company has adopted Sterling as its presentational and functional currency for High Income Fund and Sterling Bond Fund as the majority of shares in each Fund have been subscribed for in Sterling and all non dealing related fees and expenses are paid in Sterling.

The Company has adopted Euro as its presentational and functional currency for the Euro High Income Fund as the shares in the Fund have been subscribed for in Euros and the majority of non dealing related fees and expenses are paid in Euro.

Share premium and share capital currency translation

Share premium and share capital transactions are translated into Sterling at the exchange rate ruling at the time of the transaction.

The aggregated balance of net assets attributable to holders of participating redeemable preference shares is translated at the appropriate month end exchange rate.

Segmental reporting

The Company, at the statement of financial position date is organised into three business segments or Funds, each focusing on achieving returns by investing in a range of investments as described in the Investment Objectives and Policy on page 3.

The Company issues Shares which are allocated to the Fund selected by the investor. A separate account is maintained for each Fund, to which proceeds of issue, the income arising from those proceeds and expenses are allocated. Upon redemption shareholders are entitled to their proportion of the net assets held in the Fund in which their Shares have been designated. A statement of financial position, statement of comprehensive income, statement of changes in net assets attributable to holders of participating redeemable preference shares and cash flow statement have been prepared for each Fund as well as for the Company as a whole.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

3. Summary of Significant Accounting Policies continued

Foreign currency translation

Assets and liabilities denominated in currencies other than the functional currency of the Fund are translated at the rate of exchange ruling at the statement of financial position date. The currency profits or losses arising on translation, together with currency profits or losses realised during the period, are recognised in the statement of comprehensive income.

The rate of exchange to Sterling from Euro ruling at 31 March 2022 used for the conversion of statement of financial position items was 1.1875 (2021: 1.1640) and the average rate for the period used for the conversion of the statement of comprehensive income was 1.1870 (2021: 1.1470).

Financial assets and financial liabilities at fair value through profit or loss

(a) Classification

The Company classifies its investments based on both the Company's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis.

The Company is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The contractual cash flows of the Company's debt securities are solely principal and interest and are held in order to collect principal plus interest resulting in the business model "hold to collect and sell". The Company values the debt instruments at fair value through profit and loss.

(b) Recognition

Purchases and sales are recognised on the trade date (the date on which the Company commits to purchase or sell the asset).

(c) Measurement

Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value, and transaction costs for all financial assets and financial liabilities carried at fair value through profit or loss are expensed in the statement of comprehensive income as incurred. Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value.

Gains and losses arising from changes in the fair value of financial assets or financial liabilities at fair value through profit or loss are recognised in the statement of comprehensive income in the period in which they arise.

IFRS 13 requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

Derivative assets and liabilities are offset as they meet the requirements of IAS 32.42, being that Sterling Bond Fund currently has a legally enforceable right to set-off the recognised amounts and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Creations receivable and Redemptions payable

Creations receivable represent the amount due from investors for the issue of participating shares. Redemptions payable represent the amount payable to investors following a cancellation of participating shares. These are recognised at fair value.

Investment sales receivable and Investment purchases payable

Investment sales receivable represent securities sold that have been contracted for but not yet settled or delivered on the statement of financial position date.

Investment purchases payable represent securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date.

These amounts are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method less impairment.

When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

3. Summary of Significant Accounting Policies continued

The calculation includes all fees and points paid or received between parties to the contract that are an integral part of the effective interest rate, including transaction costs and all other premiums or discounts.

A provision for impairment of amounts due on investment sales receivable is established when there is objective evidence that the Fund will not be able to collect all amounts due from the relevant broker. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are considered indicators that the amount due from the broker is impaired.

Revenue recognition

Investment income is recognised in the statement of comprehensive income on a time proportionate basis for all debt instruments using the effective interest rate method. This is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period.

Bank interest is recognised in the statement of comprehensive income on a time proportionate basis using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial asset or liability, or, when appropriate, a shorter period, to the net carrying amount of the financial asset or financial liability.

Transaction costs

The purchase and sale of financial assets at fair value through profit and loss are subject to transaction costs, which include broker commission, dealing charges and stamp duty. All transaction costs are expensed at the point of purchase or sale.

Transaction costs for the period are set out in Note 9.

Fair value estimation

The fair value of financial instruments traded in active markets (such as publicly trading securities) is based on quoted market prices at the statement of financial position date.

The quoted market price used for financial assets and financial liabilities held by the Fund is the current mid-market price in line with IFRS 13 financial assets and financial liabilities at fair value at close of business on the last business day of the accounting period.

Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks which are subject to an insignificant risk of changes in value, and also include bank overdrafts.

Share capital

- (i) The Founders' Shares have been subscribed for by the Manager and are 'non-participating'. The holders thereof are entitled only to income arising on the assets represented by the Founders Shares. These Shares are classified as Ordinary Share capital in the statement of financial position.
- (ii) Unclassified Shares may be issued as either participating redeemable preference shares ('Participating Shares') or Nominal Shares. Participating Shares are redeemable at the shareholder's option and are classified as financial liabilities.

Participating Shares are carried at the redemption amount that is payable if the holder exercises the right to redeem Shares at the statement of financial position date.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

3. Summary of Significant Accounting Policies continued

Participating Shares are issued and redeemed at the holder's option at prices based on each Fund's net asset value per Share at the time of issue or redemption. Each Fund's net asset value per Share is calculated by dividing the net assets attributable to the holders of participating redeemable preference shares with the total number of Participating Shares in issue.

In accordance with the provisions of the Company's regulations, investments are valued based on the latest traded market price for the purpose of determining the net asset value per Share for subscriptions and redemptions.

The Shares are divided into Funds according to the type of investment in which the proceeds of the issue of Shares in each Fund are invested. A separate portfolio of investments is maintained for each Fund.

Each holder of a Participating Share is entitled on a poll, to one vote for each Participating Share held. Participating Shares have a right to dividends declared. If any dividends are paid, different amounts of dividends may be payable in respect of different Funds.

(iii) Nominal Shares have been accounted for in accordance with the Companies (Jersey) Law 1991 and corresponding amounts have been included in debtors and financial liabilities. A Nominal Share will be created when a Participating Share is cancelled. A Nominal Share will be cancelled when a Participating Share is created until the number of Nominal Shares falls to zero.

(iv) Both issued Nominal and Participating Shares have a nominal value of £ 0.01 per Share.

Share premium

The premium on issues and redemptions of Participating Shares is accounted for within the Share premium account which forms part of the net assets attributable to holders of participating redeemable preference Shares. Details are shown in Notes 15 and 17.

Distributions payable to holders of participating redeemable preference shares

Distributions to holders of Participating Shares are recognised as finance costs when they are ratified by the Directors.

Fixed Interest Funds Distributions

In respect of High Income Fund distributions are calculated on a monthly basis and in respect of Euro High Income Fund and Sterling Bond Fund distributions are calculated on a quarterly basis. A distributable amount includes both investment income and bank interest received. Revenue expenses deducted include management fees, custodian fees, registrar fee and management expenses. Transaction charges are in the first instance charged against revenue but then fully offset against capital and therefore do not form part of the distributable amount. In respect of High Income Fund and Euro High Income Fund the management fees and registrar fees are fully offset against capital. This charge against capital effectively reduces the capital reserves of the fund. All expenses are set out in note 9.

Accrued income and expenses

Accrued income and expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest rate method.

As at 31 March 2022 the Fund held no commitments in respect of an obligation resulting from the occurrence of one or more future events not wholly within the Fund's control.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

4. Other Accrued Income and Other Debtors

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2022				
Prepayments	5,360	180	3,441	1,768
Accrued income	4,116,385	85,373	2,583,903	1,460,592
Founders shares	1,000	—	—	—
Nominal shares	147,015	—	—	—
Total other accrued income and other debtors	4,269,760	85,553	2,587,344	1,462,360
Year ended 30 September 2021				
Accrued income	4,712,169	154,035	3,066,861	1,512,975
Founders shares	1,000	—	—	—
Nominal shares	279,212	—	—	—
Prepayments	4,674	147	3,054	1,494
Total other accrued income and other debtors	4,997,055	154,182	3,069,915	1,514,469

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

5. Distributions

The distributions take account of income received on the creation of shares and income deducted on the cancellation of shares, and comprise:

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2022				
31 October 2021	575,369	—	575,369	—
30 November 2021	569,230	—	569,230	—
31 December 2021	1,144,847	59,158	555,253	539,862
31 January 2022	550,841	—	550,841	—
28 February 2022	525,888	—	525,888	—
31 March 2022	1,085,019	49,558	514,904	528,383
Total distributions	4,451,194	108,716	3,291,485	1,068,245
Income paid on cancellation of shares	33,729	1,697	21,474	10,825
Income received on creation of shares	(5,252)	(1,320)	(2,457)	(1,683)
Net distributions for the period	4,479,671	109,093	3,310,502	1,077,387
Fees charged to capital*	(794,940)	(43,034)	(758,686)	—
Net distributions after taxation	3,684,731	66,059	2,551,816	1,077,387

* Details can be found in Notes 9 and 10.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

5. Distributions continued

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2021				
31 October 2020	661,582	—	661,582	—
30 November 2020	669,929	—	669,929	—
31 December 2020	1,284,007	60,232	665,977	563,880
31 January 2021	666,474	—	666,474	—
28 February 2021	614,167	—	614,167	—
31 March 2021	1,219,764	61,445	639,605	527,794
Total distributions	5,115,923	121,677	3,917,734	1,091,674
Income paid on cancellation of shares	26,821	2,053	13,263	11,742
Income received on creation of shares	(6,330)	(935)	(4,357)	(1,146)
Net distributions for the period	5,136,414	122,795	3,926,640	1,102,270
Fees charged to capital*	(958,145)	(39,311)	(921,883)	(1,499)
Net distributions after taxation	4,178,269	83,484	3,004,757	1,100,771

* Details can be found in Notes 9 and 10.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

6. Accrued Expenses and Other Creditors

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2022				
Due to Manager	149,320	9,846	28,044	112,985
Due to Custodian	12,104	702	7,296	4,217
Other Creditors	227,227	6,572	181,444	40,250
Total accrued expenses and other creditors	388,651	17,120	216,784	157,452

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Year ended 30 September 2021				
Due to Manager	289,084	10,481	159,509	120,571
Due to Custodian	13,307	768	8,149	4,498
Other Creditors	250,948	8,737	151,904	91,537
Total accrued expenses and other creditors	553,339	19,986	319,562	216,606

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

7. Net gain/(loss) on financial assets at fair value through profit or loss

The net gain/(loss) on investments during the period comprise:

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2022				
Proceeds from sales of investments during the period	86,715,192	2,273,195	52,898,745	31,901,370
Original cost of investments sold during the period	(89,213,881)	(2,245,663)	(55,261,478)	(32,060,521)
Foreign exchange losses realised during the period	(9)	—	(9)	—
Gains/(losses) realised during the period	(2,498,698)	27,532	(2,362,742)	(159,151)
Realised gains on investments sold during the period	(2,350,768)	28,378	(2,233,379)	(141,297)
Realised losses on investments sold during the period	(147,930)	(846)	(129,364)	(17,854)
Movement in unrealised gains for the period	(9,798,124)	(323,102)	(6,450,158)	(3,075,765)
Movement in unrealised losses for the period	(8,942,164)	(409,229)	(5,349,873)	(3,247,532)
Net losses on investments	(21,238,986)	(704,799)	(14,162,774)	(6,482,448)
	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2021				
Proceeds from sales of investments during the period	18,628,597	318,210	11,364,814	6,982,389
Original cost of investments sold during the period	(17,612,890)	(314,908)	(10,578,476)	(6,755,939)
Gains/(losses) realised during the period	1,015,707	3,302	786,338	226,450
Realised gains on investments sold during the period	1,205,147	60,361	799,802	351,969
Realised losses on investments sold during the period	(189,440)	(57,059)	(13,464)	(125,519)
Movement in unrealised gains for the period	(5,170,427)	22,825	(3,171,640)	(2,018,972)
Movement in unrealised losses for the period	(2,558,729)	13,561	(2,080,238)	(490,483)
Net (losses)/gains on investments	(6,713,449)	39,688	(4,465,540)	(2,283,005)

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

8. Other Income

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2022				
Bank interest	998	—	438	560
Unclaimed distributions over 10 years old	—	—	—	—
Total other income	998	—	438	560
Period ended 31 March 2021				
Bank interest	6	—	6	—
Unclaimed distributions over 10 years old	30,161	—	—	30,161
Total other income	30,167	—	6	30,161

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

9. Operating Expenses

	Notes	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2022					
Payable to the Manager:					
Annual management fees	10	1,139,493	38,460	729,097	377,994
Registrar fees	10	83,328	3,704	28,044	52,164
Payable to the Custodian:					
Custodian fees	11	75,692	4,395	46,026	25,963
Safe custody fees	11	26,655	2,532	15,678	8,844
Other expenses:					
Administration expenses *		185,770	11,471	110,381	65,727
Broker commission, dealing charges and stamp duty		4,266	870	1,545	1,988
Audit fee		19,583	668	12,407	6,613
Total expenses		1,534,787	62,100	943,178	539,293
Total Expense Ratio **			1.39%	1.13%	1.24%
Total Cost Ratio ***			0.01%	0.00%	0.00%

* The Administration expenses includes £16,458 of Director fee expense (see note 10).

** The Total Expense Ratio, represents the management fee and total operating expenses less the dealing and broker charges, expressed as an annualised percentage of the average daily net asset values during the period.

*** The Total Cost Ratio represents the dealing and broker charges only, expressed as an annualised percentage of the average daily net asset values during the period.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

9. Operating Expenses continued

A detailed view of transaction costs is shown below.

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2022				
Purchase Transaction costs by asset class				
Treasury Gilts				
Deal charges	—	—	—	—
As a percentage of purchase cost	0.00%	0.00%	0.00%	0.00%
Bonds				
Deal charges	903	263	387	294
As a percentage of purchase cost	0.00%	0.01%	0.00%	0.00%
Cost of investments purchased before transaction costs	71,203,626	1,900,157	40,776,060	28,828,354
Cost of investments purchased after transaction costs	71,204,530	1,900,420	40,776,447	28,828,648
Sale Transaction costs by asset class				
Treasury Gilts				
Deal charges	63	—	25	38
As a percentage of purchase cost	0.00%	0.00%	0.00%	0.00%
Bonds				
Deal charges	3,062	536	953	1,658
As a percentage of purchase cost	0.00%	0.02%	0.00%	0.01%
Cost of investments purchased before transaction costs	86,712,876	2,273,195	52,898,338	31,901,370
Cost of investments purchased after transaction costs	86,715,938	2,273,730	52,899,291	31,903,028

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

9. Operating Expenses continued

	Notes	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2021					
Payable to the Manager:					
Annual management fees	10	1,360,964	35,174	890,105	439,753
Registrar fees	10	92,002	3,858	31,343	57,247
Payable to the Custodian:					
Custodian fees	11	88,513	4,291	55,226	29,492
Safe custody fees	11	30,911	3,035	18,409	9,818
Other expenses:					
Administration expenses *		157,253	20,123	64,826	74,632
Broker commission, dealing charges and stamp duty		2,181	279	435	1,499
Audit fee		18,581	576	12,116	5,958
Total expenses		1,750,405	67,336	1,072,460	618,399
Total Expense Ratio **			1.35%	1.05%	1.23%
Total Cost Ratio ***			0.00%	0.00%	0.00%

* The Administration expenses includes £18,500 of Director fee expense (see note 10).

** The Total Expense Ratio, represents the management fee and total operating expenses less the dealing and broker charges, expressed as an annualised percentage of the average daily net asset values during the period.

*** The Total Cost Ratio represents the dealing and broker charges only, expressed as an annualised percentage of the average daily net asset values during the period.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

9. Operating Expenses continued

A detailed view of transaction costs is shown below.

	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2021				
Purchase Transaction costs by asset class				
Treasury Gilts				
Deal charges	60	—	—	60
As a percentage of purchase cost	0.00%	0.00%	0.00%	0.00%
Bonds				
Deal charges	333	45	180	113
As a percentage of purchase cost	0.00%	0.01%	0.00%	0.00%
Cost of investments purchased before transaction costs	10,063,146	360,025	6,544,850	3,173,924
Cost of investments purchased after transaction costs	10,063,479	360,070	6,571,030	3,174,037
Sale Transaction costs by asset class				
Treasury Gilts				
Deal charges	60	—	—	60
As a percentage of purchase cost	0.00%	0.00%	0.00%	0.00%
Bonds				
Deal charges	338	—	80	258
As a percentage of purchase cost	0.00%	0.00%	0.00%	0.00%
Cost of investments purchased before transaction costs	18,118,260	318,210	11,364,813	6,472,052
Cost of investments purchased after transaction costs	18,118,598	318,210	11,364,893	6,472,310

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

10. Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise influence over the party in making financial or operating decisions. The following are considered by the Directors of the Company to be related parties:

- The Manager, Brooks Macdonald International Fund Managers Limited.
- The Investment Manager, Brooks Macdonald Asset Management (International) Limited.
- Key management personnel.

The fees received by the Manager are set out in Note 9. The Investment Manager is paid by the Manager. Details of amounts due to the Manager at the end of the period are shown in Note 6.

All investor share transactions in the Company are facilitated through the Manager, the aggregate values of which are set out in the statement of changes in net assets attributable to holders of participating redeemable preference shares on page 15.

(a) Management and Registrar fees

The Manager of the Company, Brooks Macdonald International Fund Managers Limited, is part of the Brooks Macdonald Group of companies. The Manager is entitled to a daily fee equal to the annual rate set out below by reference to the net assets of each Fund calculated daily and paid monthly by the Company.

Euro High Income Fund	0.875%
High Income Fund	0.875%
Sterling Bond Fund	0.875%

The Directors and the Manager may agree a higher fee for any Fund subject to a maximum annual rate of 1.5% of the mid market value of net assets of the Fund. If such a higher fee is agreed, shareholders of the relevant Fund will be given at least three months written notice before it comes into effect.

The Manager, in its capacity as Registrar, is entitled to a fee payable by the Company of £12.00 for each shareholding which appears on the Share Register on the last business day of each annual and half yearly accounting period. The Manager and the Company may agree a higher fee.

Details of amounts due to the Manager at the period / year end are shown in Note 6.

(b) Fees charged to capital

In order to maximise the income available for distribution to shareholders, per the prospectus the Management and Registrar fees for the High Income and the Euro Income Fund is charged to the capital of these Funds.

(c) Key management personnel

Nigel. Le Quesne has resigned from the board with effect from 31 December 2021.

R. Hughes is a Directors of the Manager, Brooks Macdonald International Fund Managers Limited and Chief Executive Officer of Brooks MacDonald Asset Management (International) Limited.

(d) Directors' fees

Directors who are employees of the Brooks MacDonald group do not receive any remuneration. From the Brooks MacDonald International Fund Limited, all Independent Directors previously received a fee of a maximum of £12,500 per annum up until the 28 February 2022. The maximum fee increased from 1 March 2022 to a maximum of £25,000. Directors fees for the period ending 31 March 2022 was £16,458 (2021: £18,500).

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

11. Custodian

The fees received by the Custodian are set out in Note 9. Details of amounts due to the Custodian at the period end are shown in Note 6.

The Custodian is entitled to an annual fee payable monthly by the Company, in respect of each Fund, at the rates set out in the table below by reference to the net asset value of each Fund calculated on a mid-market basis and subject to a minimum overall fee of £20,000 per annum for the Company as a whole.

The Custodian is entitled to reimbursement by each Fund of its expenses in connection with its duties as Custodian and to make transaction charges to cover the cost of effecting settlement of stock and cash.

Custodian Fee Rates

	NAV of each Fund		
	Up to £10M	£10M to £25M	£25M Plus
High Income Fund	0.100%	0.075%	0.050%
Sterling Bond Fund	0.100%	0.075%	0.050%

	NAV of each Fund		
	Up to €15M	€15M to €40M	€40M Plus
Euro High Income Fund	0.100%	0.075%	0.050%

12. Controlling Party

In the opinion of the Directors, there is no ultimate controlling party of the Company as defined by International Accounting Standards (IAS) 24 Related Party Disclosures.

13. Equalisation

The price of a participating share includes an equalisation payment calculated by dividing the net undistributed income of the Fund by the number of Shares in issue at the time when the prices are calculated. The payment of the first distribution after the issue of a Share includes an amount of equalisation calculated by averaging the amounts received by way of equalisation during the period to which the distribution relates.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

14. Share Capital

Company	31 March 2022 £	30 September 2021 £
Authorised Share Capital:		
1,000 Founders Shares of £1	1,000	1,000
750,000,000 Unclassified Shares of 1p	7,500,000	7,500,000
	7,501,000	7,501,000
Issued Ordinary Share Capital:		
Founders Shares	1,000	1,000
Nominal Shares:		
Balance brought forward	279,212	384,091
Creations	186,073	369,096
Redemptions	(318,270)	(473,975)
Balance carried forward	147,015	279,212
Participating Shares:		
Balance brought forward	2,767,108	3,089,963
Creations	18,270	46,241
Redemptions	(186,073)	(369,096)
Balance carried forward	2,599,305	2,767,108

Fund	Shares	£	Shares	£
High Income Fund	198,040,300	1,980,403	212,595,362	2,125,953
Sterling Bond Fund	56,032,000	560,320	58,050,962	580,510
Total Sterling Funds	254,072,300	2,540,723	270,646,324	2,706,463

Fund	Shares	€	Shares	€
Euro High Income Fund	5,857,867	103,174	6,063,964	104,900

	Shares	£	Shares	£
Total Company (Sterling equivalent)	259,930,167	2,599,305	276,710,288	2,767,107

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

15. Share Premium

Fund	31 March 2022 £	30 September 2021 £
High Income Fund	224,128,706	235,698,773
Sterling Bond Fund	80,861,213	83,876,044
Total Sterling Funds	304,989,919	319,574,817

Fund	€	€
Euro High Income Fund	10,629,320	10,915,785
Total Company (Sterling equivalent)	310,901,300	325,727,534

Balance brought forward	325,727,534	357,786,153
Premium on creations	1,705,948	4,273,636
Premium on redemptions	(16,532,182)	(36,332,255)
Balance carried forward	310,901,300	325,727,534

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

16. Capital Reserves

	Notes	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Net realised gains on investments b/fwd.		16,791,185	130,146	10,567,710	6,180,340
Net realised gains for the period	7	(2,498,698)	27,532	(2,362,742)	(159,151)
Net realised gains on investments c/fwd.		14,292,487	157,678	8,204,968	6,021,189
Net unrealised movement on investment b/fwd.		9,884,719	1,044,971	5,815,405	3,198,208
Net unrealised movement in the period	7	(12,070,229)	(1,188,483)	(6,121,243)	(4,947,736)
Net unrealised movement on investment c/fwd.		(2,185,510)	(143,512)	(305,838)	(1,749,528)
Total realised / unrealised movement		12,106,977	14,166	7,899,130	4,271,661
Distributions unclaimed over 10 years old b/fwd.		101,240	1,957	18,581	80,961
Net movement in the period		-	-	-	-
Distributions unclaimed over 10 years old c/fwd.		101,240	1,957	18,581	80,961
Deposits held at broker b/fwd.		-	-	-	-
Deposit movement in the period		-	-	-	-
Deposits held at broker c/fwd.		-	-	-	-
Fees charged to Capital b/fwd.*		(49,694,771)	(1,947,113)	(48,054,556)	(29,798)
Net movement in the period		(794,940)	(43,034)	(758,686)	-
Fees charged to Capital c/fwd.*		(50,489,711)	(1,990,147)	(48,813,242)	(29,798)
As at 31 March 2022		(38,281,494)	(1,974,024)	(40,895,531)	4,322,824

* Details of the fees can be found in Note 10.

Under the Reporting Fund Regime, broker commission, dealing charges and stamp duty are not allowable expenses. The Directors have therefore, transferred these expenses from the Net undistributed income reserve to a separate broker charges reserve.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

17. Net assets attributable to holders of participating redeemable preference shares

	Notes	Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
Period ended 31 March 2022					
Share capital	14	2,599,305	103,174	1,980,403	560,320
Share premium	15	310,901,300	10,629,320	224,128,706	80,861,213
Capital reserves	16	(38,281,494)	(1,974,024)	(40,895,530)	4,322,824
Dilution levies		315,459	30,772	218,071	71,476
Undistributed income*		(39,829,574)	(678,249)	(33,953,166)	(5,305,271)
Movement in currency translation		3,114,123	—	—	—
As at 31 March 2022		238,819,119	8,110,993	151,478,482	80,510,562
Year ended 30 September 2021					
Share capital	14	2,767,107	104,900	2,125,954	580,510
Share premium	15	325,727,534	10,915,785	235,698,773	83,876,044
Capital reserves	16	(22,917,629)	(770,040)	(31,652,860)	9,429,710
Dilution levies		315,984	30,7732	218,071	71,475
Undistributed income*		(34,981,808)	(1,191,671)	(29,794,714)	(4,163,315)
Movement in currency translation		3,287,559	—	—	—
As at 30 September 2021		274,198,747	9,089,746	176,595,224	89,794,424

*The distributions detailed in Note 5 have been declared by the Directors using a dividend policy based on the accruals method of accounting for income on debt instruments, as opposed to the effective interest rate method of accounting for investment income which is the basis used for recognition of income on debt instruments as explained in the accounting policies. Future distributions will continue to be made on the basis of the existing distribution policy.

Undistributed income under the accruals method as at 31 March 2022 amounts to £-2,278 (30 September 2021 amounts to £12,964).

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

18. Taxation

In accordance with International Accounting Standard (IAS) 12 Income Taxes, investment income is shown gross of withholding tax. The withholding tax suffered is recorded on the taxation line as set out below:

	31 March 2022	30 September 2021
Foreign tax on income for the period /year	£19,435	£43,166

The Company is liable to be charged at a tax rate of 0% under Schedule D under the Income Tax (Jersey) Law 1961, as amended (the 'Income Tax Law') in respect of:

- (i) the income or profits of any trade carried on by the Company in Jersey or elsewhere,
- (ii) any interest of money, whether yearly or otherwise, or other annual payment paid to the Company, whether such payment is made within or outside of Jersey,
- (iii) dividends and other distributions of a company regarded as resident in Jersey paid to the Company,
- (iv) income arising to the Company from securities outside of Jersey and
- (v) any other income of the Company that is not derived from the ownership or disposal of land in Jersey.

It is not expected that the Company will be in receipt of income charged to tax under any Schedule under Income Tax Law other than Schedule D. As such the Company is no longer subject to the payment of tax in Jersey.

The Funds are required to submit an income tax return annually under Article 16 of the Income Tax (Jersey) Law 1961. The income tax return for the year of assessment 2021 is required to be delivered by 31 December 2022. Jersey resident individuals should note that any income received from the Fund(s) will be paid gross and will be taxable under Schedule D Case III (D3) of the Income Tax (Jersey) Law 1961, as amended.

19. Financial risk management

Strategy in using financial instruments

The Company's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), liquidity risk, counter-party risk, capital risk and certain other risks. The Company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Company's financial performance. Each Fund is able to use derivative financial instruments to moderate certain risk exposures.

Each Fund's investment objectives and policy are stated on page 3. To achieve these objectives the Company's assets and liabilities comprise financial instruments held in accordance with each Fund's investment objectives and policy.

These may include:

- Investments including equity and non-equity Shares, bonds and floating rate securities
- Cash, liquid resources and short term debtors and creditors that arise directly from the investment activities
- Hedging instruments, such as forward exchange contracts and traded options, which a Fund may enter into for the purpose of managing the risks arising from the Fund's investment activities

Market risk

All securities investments present a risk of loss of capital. The Manager moderates this risk through a careful selection of investments within specified limits. The maximum risk resulting from investments is determined by the fair value of those investments. The overall market position and therefore the risk exposure for each Fund are governed by the Prospectus, the Collective Investment Funds (Recognized Funds) (Rules) (Jersey) Order 2003 (as amended) and the investment objectives for each Fund. These positions are monitored on a daily basis by the Manager and are reviewed on a quarterly basis by the Board of Directors.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

19. Financial risk management continued

The investments are principally bonds and cash, dependent on each Fund's investment policy. The Fund is exposed to bond price risk and derivative price risk. The value of these is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual stock or be caused by general market factors (such as interest rates, government policy or the health of the underlying economy) which could affect the entire portfolio of a Fund. The period end portfolios of each Fund are detailed on pages 18 to 30.

The Manager controls this risk on a Fund by Fund basis and monitors the movements in the bonds and interest rates against the relevant bond indices and market interest rates respectively.

Due to the effects of the Covid-19 pandemic on the economic climate the market values the funds have experienced volatility.

Price Risk

The Manager considers that a reasonably possible movement in the market risk components, should there be a another Covid-19 spike, would be equivalent to a 7% movement in bond indices and a 1% movement in market interest rates.

The table below summarises, for each of the Funds, the impact of increases / (decreases) in the bond indices, and market interest rates on the net asset value as at 31 March 2022. The analysis is based on the assumption that the bond indices increase / (decrease) by 7%, and market interest rates increase / (decrease) by 1%, with all other variables held constant. The analysis also assumes that the movement in the portfolios of each Fund has perfect positive correlation with the equity and bond indices and market interest rates.

	Value (base currency)	Bonds 7% Movement in bond index	Cash 1% Movement in interest rate
As at 31 March 2022			
Euro High Income Fund	8,110,993	553,091	1,908
High Income Fund	151,478,484	10,336,480	23,433
Sterling Bond Fund	80,510,562	5,512,062	13,476
As at 30 September 2021			
Euro High Income Fund	9,089,746	624,102	1,156
High Income Fund	176,595,224	12,066,621	23,333
Sterling Bond Fund	89,794,391	6,165,054	9,925

The Fund is exposed to debt securities price risk and derivative price risk. This arises from investments held by the Fund for which prices in the future are uncertain. Where non-monetary financial instruments - for example, where debt securities - are denominated in currencies other than base currency of the Fund, the price initially expressed in foreign currency and then converted into the base currency of the Fund will also fluctuate because of changes in foreign exchange rates. Refer to Foreign currency risk below.

The Fund's policy is to manage price risk through diversification and selection of securities and other financial instruments within specified limits set by the Board of Directors. The majority of the net assets attributable to holders of redeemable shares is expected to be invested in debt securities.

The Fund's policy also limits individual bond securities to no more than 5% of net assets attributable to holders of redeemable shares. The maximum that can be held in any individual Government or Public security is 35% of net assets attributable to holders of redeemable shares.

The majority of the Fund's debt securities are publicly traded and are included on regulated securities. The Fund's policy requires that the overall market position is monitored on a daily basis by the Fund's Investment Manager and is reviewed on a quarterly basis by the Board of Directors.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

19. Financial risk management continued

At 31 March 2022, the fair value of bonds and related derivatives exposed to price risk were as follows:

	31 March 2022	30 September 2021
Bonds market value	240,100,039	275,479,631
Total market value	240,100,039	275,479,631

The Fund also manages its exposure to price risk by benchmarking the portfolio to that of the IBOXX Sterling Corporate and Collateralised Index. Changes in duration within the benchmark are matched within the portfolio at each month end with the use of Gilt futures.

Foreign currency risk

The Euro High Income Fund is denominated in Euro. All of the other Funds are denominated in Sterling. A portion of the underlying financial assets of the Funds may be denominated in currencies other than the base currency with the effect that the statement of financial position and each Fund's total return can be significantly affected by currency movements.

An investment in a currency other than the shareholders' own base currency will be subject to the movement of foreign exchange rates, which may cause additional favourable or unfavourable changes in value. In respect of foreign currency exposure, derivative instruments will only be utilised where a forward exchange or currency option is used for the purpose of reduction of foreign currency risk, in order to hedge this exposure back to the base currency of the Fund. With the exceptions of the Sterling Bond Fund, each Fund may purchase securities denominated in a currency other than its base currency, and hence take a position in other currencies.

The Company currently holds no currency hedging instruments and has no foreign currency exposure. In accordance with the Company's policy, the Manager monitors each Fund's currency position on a daily basis, and the Board of Directors reviews it on a quarterly basis.

Interest rate risk

Each Fund receives income from its various investments. For the Sterling Bond Fund, Euro High Income Fund and High Income Fund, the income is received from investments in bonds and loan stock.

In accordance with the Funds policy, the Manager monitors the Fund's overall interest rate sensitivity on a daily basis, and the Board of Directors reviews it on a quarterly basis.

The interest bearing financial assets and liabilities held in the Funds expose them to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on their financial position and cash flows.

The table overleaf summarises the effect of interest rate risks on each Fund. It includes the Fund's assets and trading liabilities at fair values, categorised by the earlier of contractual re-pricing or maturity dates. The table provides the interest rate profile of each Fund's asset and liabilities.

The income received by each Fund is primarily fixed in nature and shown in the table on the next page. Income is derived from the securities held in the portfolio of each Fund which may be varied from time to time in accordance with its investment objectives and policy.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

19. Financial risk management continued

The interest rate profile of each Fund's financial assets at 31 March 2022 was:

Fund	Currency	Total 000's	Fixed rate interest securities 000's	Floating rate interest securities 000's	Interest Free Assets 000's	Interest Bearing Assets 000's
Euro High Income	Euro	8,111	6,471	1,430	86	191
High Income	Sterling	151,478	127,820	19,844	8,653	—
Sterling Bond	Sterling	80,511	68,258	10,485	3,842	—

Fund	Interest Free Liabilities 000's	Currency	Weighted average coupon rate %	Weighted average effective interest rate %	Weighted average period for which the rate is fixed (years)
Euro High Income	67	Euro	3.30	2.32	16.63
High Income	4,839	Sterling	4.98	3.49	10.68
Sterling Bond	2,075	Sterling	4.61	3.37	10.27

The interest rate profile of each Fund's financial assets at 30 September 2021 was:

Fund	Currency	Total 000's	Fixed rate interest securities 000's	Floating rate interest securities 000's	Interest Free Assets 000's	Interest Free Liabilities 000's
Euro High Income	Euro	9,090	7,322	1,593	270	96
High Income	Sterling	176,595	160,019	12,361	5,403	1,188
Sterling Bond	Sterling	89,794	80,989	7,083	2,507	785

Fund	Currency	Weighted average coupon rate %	Weighted average effective interest rate %	Weighted average period for which the rate is fixed (years)
Euro High Income	Euro	3.61	1.39	16.07
High Income	Sterling	5.36	2.25	11.47
Sterling Bond	Sterling	4.56	2.11	10.68

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

19. Financial risk management continued

Credit risk

The Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The main concentration to which the Fund is exposed arises from the Fund's investments in debt securities. The Fund is also exposed to counterparty credit risk on trading derivative products, cash and cash equivalents, amounts due from brokers and other receivable balances. Impairment provisions would be provided for losses that have been incurred by the statement of financial position date. As at 31 March 2022 no impairment provisions were required and there was no money overdue.

If any of the Funds hold any interest bearing instruments, at least 90% of these instruments must have a credit rating of 'Investment Grade' as provided by Moody's Investor Services Limited, Standard and Poor's or Fitch Ratings Limited. These instruments could include inter alia money market instruments, bonds, gilts, corporate bonds etc.

The Fund also restricts its exposure to credit losses on trading derivative instruments it holds by entering into these transactions solely through the Investment Manager Brooks Macdonald Asset Management (International) Limited. Gilt futures are centrally cleared and traded on an exchange. The exchange and clearing house therefore act as an intermediary for both sides entering into the contract and the payment of the initial margin and variation margin. There is therefore a negligible counterparty risk. All of the derivative assets and liabilities of the Fund are held with this counterparty and the margin balance maintained by the Fund is for the purpose of providing collateral on derivative positions. The value of the margin balance at 31 March 2022 is £nil (30 September 2021: £nil). The derivative asset is £nil (30 September 2021: £nil) and the liability is £nil (£nil).

At the Statement of Financial Position date the Funds held the following percentages in non investment grade assets:

	31 March 2022	30 September 2021
Euro High Income Fund	2.52%	3.61%
High Income Fund	6.73%	4.97%
Sterling Bond Fund	0.00%	0.00%

In accordance with each Fund's policy, the Manager monitors the Fund's credit position on a daily basis, and the Board of Directors reviews it on a quarterly basis.

Certain transactions that the Funds enter into expose them to the risk that the counter-party will not deliver the investment (purchase) or cash (sale) after the Fund has fulfilled its responsibilities. It is the policy of the Manager to buy and sell investments only through approved brokers. Credit risk exposure is balanced by the regulatory obligation of the counter parties.

The risk to Shareholders is that one or more Funds will not have enough cash to cover redemptions. To counter this risk each Fund's cash is managed to meet its liabilities. Temporary borrowings from eligible institutions for cash management purposes are permitted and are repayable out of the property of a Fund. All sums borrowed will not exceed more than 10% of the value of the property of that Fund. The borrowing of foreign currency is permitted with the aim of reducing or eliminating risk arising by reason of fluctuations in exchange rates. There is no intention to use borrowing for the purposes of gearing. Gearing is the borrowing of money to purchase assets. Borrowings during the period did not exceed the 10% limit.

The Custodian has also entered into a sub-custodian agreement with State Street Bank and Trust Company, London Branch. Under the terms of that sub-custodian agreement, the Sub-Custodian will hold certain assets of the Company on behalf of the Custodian.

The assets of the Company will be held in compliance with applicable laws and specific provisions as agreed in the sub-custodian agreement between the Custodian and the Sub-Custodian. These will include requirements designed to protect the Company's assets in the event of the insolvency or bankruptcy, but they do not guarantee this effect.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

19. Financial risk management continued

Credit risk (continued)

Cash balances held with the Sub-Custodian will not be segregated from the Sub-Custodian's own accounts or held on trust for the Custodian. This exposes investors to risk if the Sub-Custodian becomes insolvent, since the Custodian (who has entered into the contract with the Sub-Custodian) will rank as an unsecured creditor along with all other deposit holders in respect of any claim. Accordingly, there is no guarantee that the Custodian would ever be able to recover monies held in such cash accounts on the Company's behalf.

The effect of the Covid-19 pandemic on credit risk is, as yet, unknown, however to date no positions have defaulted.

Capital risk

Where the objective of the underlying Fund seeks to provide high or good levels of income, the investment policy which supports this may result in a gradual reduction in the capital value of the underlying Fund's Shares, except where bond prices are generally rising.

Capital risk management

The net assets attributable to holders of participating redeemable preference shares are classified as financial liabilities and therefore, in the opinion of the Directors, the capital of the Company is only represented by the Founders Shares. Details of the Founders Shares are shown in notes 3 and 14.

Due to the nature and requirement of the Founders' Shares the Directors have decided that no active capital risk management is required.

Fair value estimation

The fair value of financial assets and liabilities traded in active markets (such as publicly trading securities) are based on quoted market prices at the close of trading on the period end date. The quoted market price used for financial assets held by the Company is the current mid price, these are updated each morning at 10am and represented in the Fund's daily share prices; the appropriate quoted market price for financial liabilities is the current asking price. When the Company holds derivatives with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies this bid or asking price to the net open position, as appropriate.

If a significant movement in fair value occurs subsequent to the close of trading on the period end date, valuation techniques will be applied to determine the fair value.

There has been no significant movements in the fair value of any holdings since the period end date.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions at an arm's length basis.

IFRS 13 states the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

19. Financial risk management continued

The fair value hierarchy table is shown below.

Financial assets at fair value through profit and loss

31 March 2022

Fund	Level 1 £	Level 2 £	Level 3 £	Totals £
High Income Fund	147,663,993	—	—	147,663,993
Sterling Bond Fund	78,743,743	—	—	78,743,743

Fund	Level 1 €	Level 2 €	Level 3 €	Totals €
Euro High Income Fund	7,901,306	—	—	7,901,306

30 September 2021

Fund	Level 1 £	Level 2 £	Level 3 £	Totals £
High Income Fund	172,380,300	—	—	172,380,300
Sterling Bond Fund	88,072,206	—	—	88,072,206

Fund	Level 1 €	Level 2 €	Level 3 €	Totals €
Euro High Income Fund	8,915,747	—	—	8,915,747

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability. The determination of what constitutes 'observable', requires significant judgement by the Directors. The Directors consider observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

There have been no transfers between levels. The financial assets at fair value through profit or loss of the Company, including derivatives are all quoted in active markets and therefore fall under level 1 as previously defined.

Derivatives

Derivatives will only be used where they accord with existing investment objectives and policy. They may not be used for the purpose of reducing risk independently of investment strategy in respect of the underlying physical assets or for merely speculative purposes. Derivatives will only be used for efficient portfolio management including the management of duration risk.

Derivatives may not be used for the purpose of gearing or leveraging or for purposes of producing, enhancing or generating income. No derivative can be traded on an "Over The Counter" basis, and no uncovered positions are allowed.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

19. Financial risk management continued

The underlying Funds may hold the following derivatives:

(a) Futures

Futures are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. The futures contracts are collateralised by cash or marketable securities. Changes in the futures contracts value are settled daily with the exchange. Interest rate futures are contractual obligations to receive or pay a net amount based on changes in interest rates at a future date at a specified price, established in an organised financial market. Futures are settled on a net basis.

(b) Options

An option is a contractual arrangement under which the seller (writer) grants the purchaser (holder) the right, but not the obligation, either to buy (a call option) or sell (a put option) at or by a set date or during a set period, a specific amount of securities or a financial instrument at a predetermined price.

The seller receives a premium from the purchaser in consideration for the assumption of future securities prices. Where options are held by the underlying Funds, they are exchange-traded. The Funds are exposed to credit risk on purchased options only to the extent of their carrying amount, which is their fair value. Options are settled on a gross basis.

The notional amounts of certain types of financial instrument provide a basis for comparison with instruments recognised on the statements of financial position, but they do not necessarily indicate the amounts of future cash flows involved or the current fair value of the instruments and do not therefore indicate the Company's exposure to credit or market price risks. The derivative instruments become favourable (assets) or unfavourable (liabilities) as a result of fluctuations in market interest rates or foreign exchange rates relative to their terms. The aggregate contractual or notional amount of derivative financial instruments on hand, the extent to which instruments are favourable or unfavourable, and thus the aggregate fair values of derivative financial assets and liabilities can fluctuate significantly from time to time.

During the period the Company did not enter into any derivative contracts.

Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Company is exposed to daily cash redemptions of Participating Shares which are redeemed on demand at the holder's option. It therefore invests all of its assets in investments that are traded in an active market and can be readily disposed of. From time to time assets held could become illiquid due to in-active trading.

At 31 March 2022 the percentage of the assets within the portfolios which are subject to special arrangements arising from their illiquid nature is nil (2021: nil). As such each Fund's financial assets are considered to be readily realisable for cash. The Manager manages each Fund's cash to meet its liabilities. Where investments cannot be realised in time to meet any redemptions of Participating Shares, each Fund may borrow up to 10% of its value to ensure settlement of its liabilities. Any such borrowings did not exceed the 10% limit.

In accordance with the Company's policy, the Investment Manager monitors each Fund's liquidity position on a daily basis, and the Board of Directors review it on a quarterly basis.

Cross Fund Liability

Shareholders should be aware that in the event of the Company being unable to meet liabilities attributable to any particular Fund or share class out of the assets attributable to such Fund or share class, the excess liabilities may have to be met out of the assets attributable to the other Funds or share classes.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

19. Financial Risk Management continued

Liquidity risk continued

Year ended 31 March 2022

Net assets attributable to Holders of Participating Redeemable Preference Shares

(less than 1 month)

Cancellation payable

(less than 1 month)

Investment purchase payable

(less than 1 month)

Proposed dividend

(less than 1 month)

(1 month to 3 months)

Accrued expenses and other payables

(less than 1 month)

(1 month to 3 months)

Total financial liabilities (excluding derivatives)

Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
238,967,134	8,110,993	151,478,484	80,510,562
249,064	-	171,934	77,130
5,247,040	-	3,935,280	1,311,760
514,904	-	514,904	-
570,115	49,558	-	528,383
317,767	14,158	177,992	127,854
70,884	2,962	38,792	29,598
245,936,908	8,177,671	156,317,386	82,585,287

Year ended 30 September 2021

Net assets attributable to Holders of Participating Redeemable Preference Shares

(less than 1 month)

Cancellation payable

(less than 1 month)

Investment purchase payable

(less than 1 month)

Proposed dividend

(less than 1 month)

(1 month to 3 months)

Accrued expenses and other payables

(less than 1 month)

(1 month to 3 months)

Total financial liabilities (excluding derivatives)

Company £	Euro High Income Fund €	High Income Fund £	Sterling Bond Fund £
274,478,927	9,089,746	176,595,224	89,794,391
313,817	11,777	277,749	25,950
-	-	-	-
591,015	-	591,015	-
597,158	63,975	-	542,196
325,956	12,966	185,018	129,799
227,414	7,020	134,544	86,840
276,534,287	9,185,484	177,783,550	90,579,176

None of the Alternative Investment Fund's assets are subject to special arrangements arising from their illiquid nature in accordance with Article 23(4)(a) of Directive 2011/61/EU.

Notes to the Financial Statements continued

For the six month period ended 31 March 2022

20. Events After The Period End Date

In order to simplify its corporate structure Brooks Macdonald is proposing to merge two of the companies with its Group, namely

Brooks Macdonald Asset Management (International) Limited “BMI”; and

Brooks Macdonald Retirement Services (International) Limited “BMRSI”

BMI is the parent company of Brooks Macdonald International Fund Managers Limited and is also the Investment Manager to Brooks Macdonald International Investment Funds Limited. The merger will result in a single company, domiciled in Jersey, registered under the name Brooks Macdonald Asset Management (International) Limited and using the trading name Brooks Macdonald International. The merger is forecast to take place on or around 31 May 2022, subject to regulatory approval. There will be no changes affecting Brooks Macdonald International Investment Funds Limited as a consequence of this merger.

Change in Net Asset Value per Share

For the six month period ended 31 March 2022

Year/ Period	Net Asset Value of Fund	Number of Shares in Issue	Opening net asset value per share	Return before operating charges	Operating charges
Euro High Income Fund					
30.09.20	€9,805,877	6,402,514	158.77	(1.85)	(2.20)
30.09.21	€9,089,746	6,063,964	153.16	0.79	(2.12)
31.03.22	€8,110,993	5,857,867	149.90	(9.93)	(1.06)
High Income Fund					
30.09.20	£207,835,757	238,826,674	87.83	2.60	(0.90)
30.09.21	£176,595,224	212,595,362	87.02	(0.61)	(1.00)
31.03.22	£151,478,484	198,040,300	83.07	(5.10)	(0.48)
Sterling Bond Fund					
30.09.20	£101,789,456	63,766,649	158.08	5.21	(1.91)
30.09.21	£89,794,424	58,050,962	159.63	(1.27)	(2.08)
31.03.22	£80,510,562	56,032,000	154.68	(9.25)	(0.96)

Change in Net Asset Value per Share

For the six month period ended 31 March 2022

Year/ Period	Return after operating charges	Distributions on shares	Appreciation / (Depreciation) on capital assets	Closing net asset value per share	Retained income per share
Euro High Income Fund					
30.09.20	(4.06)	(4.18)	2.64	153.16	0.01
30.09.21	(1.33)	(4.07)	2.14	149.90	0.06
31.03.22	(10.99)	(1.86)	1.41	138.46	1.04
High Income Fund					
30.09.20	1.70	(3.43)	0.93	87.02	—
30.09.21	(1.61)	(3.55)	1.20	83.07	(0.02)
31.03.22	(5.58)	(1.66)	0.66	76.49	2.34
Sterling Bond Fund					
30.09.20	3.30	(0.04)	(1.71)	159.63	—
30.09.21	(3.36)	(3.72)	2.13	154.68	(0.02)
31.03.22	(10.21)	(1.91)	1.13	143.69	0.35

Distribution Tables

For the six month period ended 31 March 2022

Euro High Income Fund

	Gross income	Equalisation payable	Distribution paid current period (cents)	Distribution paid prior period (cents)
1st Quarter				
Group 1	0.963	—	0.963	0.943
Group 2	0.060	0.903	0.963	0.943
2nd Quarter				
Group 1	0.846	—	0.846	0.975
Group 2	0.357	0.489	0.846	0.975

1st Quarter

Group 1: Shares purchased prior to 1 October 2021

Group 2: Shares purchased between 1 October 2021 and 31 December 2021

2nd Quarter

Group 1: Shares purchased prior to 1 January 2022

Group 2: Shares purchased between 1 January 2022 and 31 March 2022

Distribution Tables continued

For the six month period ended 31 March 2022

High Income Fund

	Gross income	Equalisation payable	Distribution paid current period (pence)	Distribution paid prior period (pence)
31 October 2021				
Group 1	0.273	0.116	0.273	0.280
Group 2	0.157	—	0.273	0.280
30 November 2021				
Group 1	0.273	0.128	0.273	0.285
Group 2	0.145	—	0.273	0.285
31 December 2021				
Group 1	0.270	0.154	0.270	0.285
Group 2	0.116	—	0.270	0.285
31 January 2022				
Group 1	0.270	0.052	0.270	0.285
Group 2	0.218	—	0.270	0.285
28 February 2022				
Group 1	0.260	0.088	0.260	0.265
Group 2	0.172	—	0.260	0.265
31 March 2022				
Group 1	0.260	0.140	0.260	0.278
Group 2	0.120	—	0.260	0.278

31 October 2021
 Group 1: Shares purchased prior to 1 October 2021
 Group 2: Shares purchased between 1 October 2021 and 31 October 2021

30 November 2021
 Group 1: Shares purchased prior to 1 November 2021
 Group 2: Shares purchased between 1 November 2021 and 30 November 2021

31 December 2021
 Group 1: Shares purchased prior to 1 December 2021
 Group 2: Shares purchased between 1 December 2021 and 31 December 2021

31 January 2022
 Group 1: Shares purchased prior to 1 January 2022
 Group 2: Shares purchased between 1 January 2022 and 31 January 2022

28 February 2022
 Group 1: Shares purchased prior to 1 February 2022
 Group 2: Shares purchased between 1 February 2022 and 28 February 2022

31 March 2022
 Group 1: Shares purchased prior to 1 March 2022
 Group 2: Shares purchased between 1 March 2022 and 31 March 2022

Distribution Tables continued

For the six month period ended 31 March 2022

Sterling Bond Fund

	Gross income	Equalisation payable	Distribution paid current period (pence)	Distribution paid prior period (pence)
1st Quarter				
Group 1	0.943	0.536	0.943	0.894
Group 2	0.407	—	0.943	0.894
2nd Quarter				
Group 1	0.943	0.460	0.943	0.866
Group 2	0.483	—	0.943	0.866

1st Quarter

Group 1: Shares purchased prior to 1 October 2021

Group 2: Shares purchased between 1 October 2021 and 31 December 2021

2nd Quarter

Group 1: Shares purchased prior to 1 January 2022

Group 2: Shares purchased between 1 January 2022 and 31 March 2022

Performance Records

For the six month period ended 31 March 2022

Euro High Income Fund

Shares in the Fund were first offered to the public in October 2006 at an offer price of 178.90 cents per share

Calendar Year/Period	Highest Offer Price c	Lowest Bid Price c	Income per Share c	Income per €1,000 Invested at 31/12/11 €
2012	167.40	144.60	7.71	52.52
2013	169.10	161.70	7.45	50.78
2014	170.30	161.70	6.51	44.38
2015	173.50	159.70	4.94	33.67
2016	163.90	158.10	4.70	32.04
2017	163.00	159.90	4.96	33.81
2018	160.80	154.40	4.80	32.72
2019	161.30	149.30	4.50	30.67
2020	158.90	143.90	3.01	20.52
2021	156.08	147.60	3.98	27.13
31.03.22	147.39	138.37	0.85	5.77

High Income Fund

Shares in the Fund were first offered to the public in June 1995 at an offer price of 100p per share.

Calendar Year	Highest Offer Price p	Lowest Bid Price p	Income per Share p	Income per £1,000 Invested at 31/12/11 £
2012	89.19	81.20	5.25	64.00
2013	91.66	85.23	4.82	58.82
2014	89.56	85.55	4.78	58.33
2015	92.53	85.86	4.59	55.95
2016	86.21	83.74	4.37	53.33
2017	90.65	87.58	3.13	38.19
2018	88.86	83.68	3.79	46.25
2019	88.90	82.21	3.60	43.93
2020	89.20	78.42	2.58	31.48
2021	89.08	81.90	3.31	30.51
31.03.22	81.78	76.02	0.79	9.64

Performance Records continued

For the six month period ended 31 March 2022

Sterling Bond Fund

Shares in the Fund were first offered to the public in July 2001 at an offer price of 148.6p per share.

Calendar Year/Period	Highest Offer Price p	Lowest Bid Price p	Income per Share p	Income per £1,000 Invested at 31/12/11 £
2012	147.00	131.20	6.27	47.00
2013	151.60	140.10	5.91	44.30
2014	151.30	140.20	5.78	43.33
2015	156.80	144.70	5.40	40.48
2016	147.50	142.20	5.50	41.23
2017	158.90	150.90	4.50	33.73
2018	156.10	148.60	4.00	29.99
2019	160.60	146.20	3.85	28.86
2020	162.30	139.70	2.66	19.94
2021	164.94	152.55	3.63	27.23
31.03.22	152.74	143.20	0.94	7.07

