

VT GARRAWAY INVESTMENT FUNDS ICVC
(Sub-funds VT Garraway UK Equity Market Fund and VT
Garraway Asian Centric Global Growth Fund)

Annual Report and Financial Statements
for the year ended 30 June 2020



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COMPANY OVERVIEW

Type of Company:

VT Garraway Investment Funds ICVC ("the Company") is an authorised open-ended investment company with variable capital ("ICVC") further to a Financial Conduct Authority ("FCA") authorisation order dated 26 March 2012. The Company is incorporated under registration number IC000935. It is a UCITS scheme complying with the investment and borrowing powers rules in the Collective Investment Schemes Sourcebook ("COLL") issued by the FCA.

The Company has been set up as an umbrella company. The Company has currently two sub-funds available for investment, VT Garraway UK Equity Market Fund and VT Garraway Asian Centric Global Growth Fund. Each sub-fund would be a UCITS scheme if it had a separate authorisation order.

The shareholders are not liable for the debts of the Company.

Changes to the Company

A new Sub-fund, VT Garraway Asian Centric Global Growth Fund, was launched on 19 July 2019.

STATEMENT OF THE AUTHORISED CORPORATE DIRECTOR'S (ACD's) RESPONSIBILITIES

The rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook require the Authorised Corporate Director to prepare financial statements for each accounting year which give a true and fair view of the financial position of the Company at the end of the financial year and its net revenue and net capital gains/(losses) for the year. In preparing these financial statements the Authorised Corporate Director is required to:

- > comply with the Prospectus, the Statement of Recommended Practice for Authorised Funds issued by the Investment Association in May 2014, the Instrument of Incorporation, generally accepted accounting principles and applicable accounting standards, subject to any material departures which are required to be disclosed and explained in the financial statements.
- > select suitable accounting policies and then apply them consistently.
- > make judgements and estimates that are reasonable and prudent.
- > prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future.

The Authorised Corporate Director is required to keep proper accounting records and to manage the Company in accordance with the COLL regulations, the Instrument of Incorporation, and the Prospectus. The Authorised Corporate Director is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DIRECTOR'S STATEMENT

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Scheme's Sourcebook, we hereby certify the annual report.

Anne A. Laing CA

Neil J. Smith MA BA CA

Valu-Trac Investment Management Limited
Authorised Corporate Director

Date

STATEMENT OF THE DEPOSITARY'S RESPONSIBILITIES AND REPORT OF THE DEPOSITARY

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the OEIC Regulations), as amended, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), and the Company's Instrument of Incorporation and Prospectus (together "the Scheme documents") as detailed below.

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

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

The Depositary must ensure that:

- > the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- > the sale, issue, redemption and cancellation of shares are carried out in accordance with the Regulations;
- > the value of shares in the Company is calculated in accordance with the Regulations;
- > any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- > the Company's income is applied in accordance with the Regulations; and
- > the instructions of the Authorised Fund Manager ("the AFM") are carried out (unless they conflict with the Regulations).

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

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

- i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and application of the Company's income in accordance with the Regulations and the Scheme documents of the Company, and
- ii) has observed the Investment and borrowing powers and restrictions applicable to the Company.

NatWest Trustee and Depositary Services Limited
01 July 2020

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VT GARRAWAY INVESTMENT FUNDS ICVC
(SUB-FUNDS VT GARRAWAY UK EQUITY MARKET FUND AND VT GARRAWAY ASIAN CENTRIC GLOBAL
GROWTH FUND)**

Opinion

We have audited the financial statements of VT Garraway Investment Funds ICVC ("the Company") for the year ended 30 June 2020 which comprise the Statement of Total Return, Statement of Changes in Net Assets Attributable to Shareholders, Balance Sheet, the related Notes to the Financial Statements, including a summary of significant accounting policies and the Distribution Tables. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Generally Accepted Accounting Practice including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- > give a true and fair view of the financial position of the Company at 30 June 2020 and of the net revenue and the net capital gains/(losses) on the scheme property of the Company for the year then ended; and
- > have been properly prepared in accordance with the IA Statement of Recommended Practice for Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority and the Instrument of Incorporation.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are described further in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions Relating to Going Concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- > the ACD's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- > the ACD has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other Information

The ACD is responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on Other Matters Prescribed by the COLL Regulations

In our opinion, based on the work undertaken in the course of the audit:

- > Proper accounting records for the Company have been kept and the accounts are in agreement with those records;
- > We have received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit; and
- > The information given in the report of the ACD and in the report of the authorised fund manager for the year is consistent with the financial statements.

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VT GARRAWAY INVESTMENT FUNDS ICVC
(SUB-FUNDS VT GARRAWAY UK EQUITY MARKET FUND AND VT GARRAWAY ASIAN CENTRIC GLOBAL
GROWTH FUND) (Continued)**

Responsibilities of the Authorised Corporate Director

As explained more fully in the Authorised Corporate Director's Responsibilities Statement set out on page 2, the Authorised Corporate Director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and for such internal controls as the ACD determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the ACD is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the ACD either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- > Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- > Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- > Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the ACD.
- > Conclude on the appropriateness of the ACD's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- > Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of Our Report

This report is made solely to the Company's shareholders, as a body, in accordance with Rule 4.5.12 of the Collective Investment Schemes Sourcebook ("the COLL Rules") issued by the Financial Conduct Authority under the Open-Ended Investment Companies Regulations 2001. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Johnston Carmichael LLP
Chartered Accountants
Statutory Auditor
Elgin

Date

SUB-FUND OVERVIEW

Name of Sub-fund	VT Garraway UK Equity Market Fund	
Size of Sub-fund	£17,886,616	
Launch date	29 May 2012	
Investment objective and policy	<p>The aim of the Sub-fund is to provide a combination of capital growth and income.</p> <p>The Sub-fund will invest primarily in equity securities primarily of companies which are listed in the UK.</p> <p>The Sub-fund may also invest in other types of transferable securities and in companies which are not UK listed. At any one time, the Sub-fund may invest in a relatively small number of securities. The Sub-fund may invest in derivatives both for investment purposes and for efficient portfolio management. Derivatives may be used to create synthetic short positions in securities.</p> <p>The Sub-fund may also invest in money market instruments, collective investment schemes, deposits, cash and near cash.</p>	
Use of Derivatives, impact on risk profile and volatility:	<p>A Sub-fund may employ more sophisticated derivatives longer term in the pursuit of its investment objectives. This means that the net asset value of the Sub-fund may at times be highly volatile (in the absence of compensating investment techniques). However, it is the intention that the Sub-fund owing to its portfolio composition, and/or the portfolio management techniques used, will not have volatility over and above the general market volatility of the markets of their underlying investments although this outcome is not guaranteed and the risk profile of the Sub-fund may be higher than it would otherwise have been as a consequence of the use of derivatives as described above.</p>	
ISA:	<p>It is intended that the Sub-fund will be managed so as to ensure that Shares in the Sub-Fund constitute qualifying investments for the purposes of the HM Revenue & Customs regulations governing Individual Savings Accounts as they apply from time to time.</p>	
Benchmark:	<p>The Sub-fund does not have a specific benchmark. However, the performance of the Sub-fund can be measured by considering whether the objective is achieved (i.e. whether there has been capital growth and income over at least a five year period) and as a broad comparison by looking at the return of the FTSE 350 (total return in Sterling).</p>	
Authorised Corporate Director (ACD)	Valu-Trac Investment Management Limited	
Ex-distribution dates	30 June, 30 September, 31 December and 31 March	
Distribution dates	31 August, 30 November, last day of February and 31 May	
Share Classes	<p>Class R Sterling net accumulation shares</p> <p>Class R Sterling net income shares</p> <p>Class F Sterling net accumulation shares</p> <p>Class F Sterling net income shares</p>	
Minimum Initial Investment:	<p>Class R Sterling net accumulation shares</p> <p>Class R Sterling net income shares</p> <p>Class F Sterling net accumulation shares</p> <p>Class F Sterling net income shares</p>	<p>£1,000</p> <p>£1,000</p> <p>£1,000</p> <p>£1,000</p>
Minimum Subsequent Investment:	<p>Class R Sterling net accumulation shares</p> <p>Class R Sterling net income shares</p> <p>Class F Sterling net accumulation shares</p> <p>Class F Sterling net income shares</p>	<p>£500</p> <p>£500</p> <p>£500</p> <p>£500</p>
Minimum Holding:	<p>Class R Sterling net accumulation shares</p> <p>Class R Sterling net income shares</p> <p>Class F Sterling net accumulation shares</p> <p>Class F Sterling net income shares</p>	<p>£500</p> <p>£500</p> <p>£500</p> <p>£500</p>
Minimum Partial Redemption:	<p>Class R Sterling net accumulation shares</p> <p>Class R Sterling net income shares</p> <p>Class F Sterling net accumulation shares</p> <p>Class F Sterling net income shares</p>	<p>£500</p> <p>£500</p> <p>£500</p> <p>£500</p>
Preliminary Charge:	<p>Class R Sterling net accumulation shares</p> <p>Class R Sterling net income shares</p> <p>Class F Sterling net accumulation shares</p> <p>Class F Sterling net income shares</p>	<p>Nil</p> <p>Nil</p> <p>Nil</p> <p>Nil</p>

SUB-FUND OVERVIEW (Continued)

Annual Management Charge:	Class R Sterling net accumulation shares	1.75%
	Class R Sterling net income shares	1.75%
	Class F Sterling net accumulation shares	0.85%
	Class F Sterling net income shares	0.85%

The annual management charge may be waived at the discretion of the ACD. The ACD may at its absolute discretion accept investments lower than the relevant maximum.

INVESTMENT ADVISER'S REVIEW

Performance

Cumulative returns for the year ended 30 June 2020

	1 year	2 years	5 years
Class R Shares	(17.8%)	(17.7%)	(4.1%)
Class F Shares	(17.1%)	(16.2%)	0.6%
FTSE 350 TR	(13.2%)	(12.6%)	14.9%

Market Commentary

Over the year to the end of June 2020, the Fund fell 17.06% (Class F Net Accumulation) against the FTSE 350 TR Index fall of 13.18%. It was very much a year of two halves, with the latter six months of 2019 preoccupied with fears over recession in the US and slowing growth elsewhere, offset with optimism towards the year-end as hopes for a 'Phase One' agreement between China and the US became a reality. Over this period, the Fund rose 6.49% against a market rally of 5.37%. However, the first half of 2020 has seen dramatic market moves as optimism was replaced with global panic as the impact of Covid 19 began to be fully felt, with lockdowns and containment leaving economic and corporate forecasts up in the air. With a bias to cyclical recovery, the Fund was impacted over March, leaving the rolling twelve months well behind the index. However, the final quarter of the Fund's year witnessed a sharp recovery in both relative and peer group returns, with the Fund up 15.39%, against an index rally of 9.92%. This coincided with the appointment of a new lead manager, Malcolm Schembri.

Closer to home, the latter half of 2019 saw attempts to bring the tortuous Brexit debate to some kind of Parliamentary agreement. The successful elevation of Boris Johnson to the role of Prime Minister, and subsequent General Election win, spurred on domestic equities towards the calendar year end. Throughout this period, UK economic data remained remarkably resilient in areas such as housing, employment and consumer confidence, offsetting more volatile manufacturing figures and retail sales. Pragmatic rhetoric from the Governor of the Bank of England and an accommodative approach from the Chancellor provided some stability, helped by improved Government finances. The first half of 2020 has tested this support, as the fall-out from Covid 19 has left the economy very fragile, as can be seen in the second quarter GDP figures, and recovery uncertain. The new Chancellor, Rishi Sunak, has followed expansionary budgets, with enormous furlough support for employment, with further stimulus touching every sector of the economy. While recovery since March has been evident in both manufacturing, and elements of consumer lead activity, such as housebuilding, the hospitality and airline industries remain under substantial pressure. The Brexit debate came to the fore again in May as discussions restarted, with a December deadline looming.

Portfolio Review

Returns were helped by our holdings in Segro, held since inception, and Fevertree Drinks, FDM Group, Experian and Unilever, all new additions. Not owning Royal Dutch Shell, Rolls Royce and Compass Group was also a positive. This was offset by positions in Secure Trust Bank, Standard Chartered Bank, Premier Oil, Mitchells and Butlers, Legal and General Group, Non Standard Finance and BT Group. These stocks have been sold over the final quarter of the Fund's year, as the new manager reduced exposure to energy, banks, materials and telecoms, favouring more capital light, and cash rich companies. This resulted in a move away from the mega caps, in favour of a broader market cap exposure, and has reduced portfolio cyclicalities.

Additional new positions included JD Sports Fashion, Computacenter, 3i Group, Auto Trader Group, Rightmove, RWS Holdings, Domino's Pizza Group, Tristel, London Stock Exchange Group, Sage Group, Spectris, Treatt, Diploma, Halma, Diageo, Cranswick and Reckitt Benckiser Group.

Outlook

While concern persists over the impact of a Covid 19 'second wave', and the shape of recovery disputed, both monetary and fiscal stimulus will remain in place for major economies, and interest rates under downward pressure. The UK economic backdrop, with the added complication of Brexit planning, is fragile, but we take encouragement from the number of firms now fully operational, and positive momentum seen in recent corporate results. Our focus on companies with a cash generative and capital light model, a distinct market position, and a good dose of self-help, remains helpful in combating uncertain markets and uneven economic recovery.

Garraway Capital Management LLP

Investment Adviser to the Fund

VT GARRAWAY INVESTMENT FUNDS ICVC - VT GARRAWAY UK EQUITY MARKET FUND

For the year ended 30 June 2020

PERFORMANCE RECORD**Financial Highlights
Comparative Tables
Class I Net Income Shares**

		2018^
Changes in net assets per unit		GBP
	Opening net asset value per unit	168.3459
	Return before operating charges	10.3854
	Operating charges (note 1)	(1.8507)
	Return after operating charges *	8.5347
	Distributions on income units	(4.4714)
	Closing net asset value per unit at 10 April 2018	172.4092
	*after direct transactions costs of:	0.0682
Performance		
	Return after charges	5.07%
Other information		
	Closing net asset value	-
	Closing number of units	-
	Operating charges (note 2)	1.16%
	Direct transaction costs	0.04%
Prices		
	Highest unit price	188.51
	Lowest unit price	166.73

^Shares were transferred to F Net Accumulation on 10 April 2018

Class I Net Accumulation Shares

		2018^
Changes in net assets per unit		GBP
	Opening net asset value per unit	197.6911
	Return before operating charges	12.1216
	Operating charges (note 1)	(2.1452)
	Return after operating charges *	9.9764
	Closing net asset value per unit at 10 April 2018	207.6675
	Retained distributions on accumulated units	5.2986
	*after direct transactions costs of:	0.0811
Performance		
	Return after charges	5.05%
Other information		
	Closing net asset value	-
	Closing number of units	-
	Operating charges (note 2)	1.16%
	Direct transaction costs	0.01%
Prices		
	Highest unit price	224.98
	Lowest unit price	197.25

^Shares were transferred to F Net Income on 10 April 2018

PERFORMANCE RECORD (Continued)
Financial Highlights (continued)
Comparative Tables
Class R Net Income Shares

		2020	2019	2018
Changes in net assets per unit		GBP	GBP	GBP
	Opening net asset value per unit	168.6603	175.5556	163.3337
	Return before operating charges	(26.7762)	3.1132	21.5688
	Operating charges (note 1)	(2.8428)	(3.1580)	(3.2870)
	Return after operating charges *	(29.6190)	(0.0448)	18.2818
	Distributions on income units	(5.2762)	(6.8505)	(6.0599)
	Closing net asset value per unit	133.7651	168.6603	175.5556
	*after direct transactions costs of:	0.9073	0.2237	0.0678
Performance				
	Return after charges	(17.56%)	(0.03%)	11.19%
Other information				
	Closing net asset value	£79,742	£100,545	£104,655
	Closing number of units	59,614	59,614	59,614
	Operating charges (note 2)	1.88%	1.91%	1.91%
	Direct transaction costs	0.60%	0.13%	0.04%
Prices				
	Highest unit price	178.14	177.00	184.46
	Lowest unit price	102.53	148.62	160.85

Class R Net Accumulation Shares

		2020	2019	2018
Changes in net assets per unit		GBP	GBP	GBP
	Opening net asset value per unit	214.1235	213.8601	192.0884
	Return before operating charges	(34.4795)	4.1707	25.6866
	Operating charges (note 1)	(3.6669)	(3.9073)	(3.9149)
	Return after operating charges *	(38.1464)	0.2634	21.7717
	Closing net asset value per unit	175.9771	214.1235	213.8601
	Retained distributions on accumulated units	6.7523	8.4587	7.2211
	*after direct transactions costs of:	1.1703	0.2782	0.0812
Performance				
	Return after charges	(17.82%)	0.12%	11.33%
Other information				
	Closing net asset value	£168,078	£929,829	£1,392,248
	Closing number of units	95,511	434,249	651,009
	Operating charges (note 2)	1.88%	1.91%	1.91%
	Direct transaction costs	0.60%	0.13%	0.04%
Prices				
	Highest unit price	230.97	218.59	222.5
	Lowest unit price	132.94	183.09	191.65

PERFORMANCE RECORD (Continued)
Financial Highlights (continued)
Comparative Tables
Class F Net Income Shares

		2020	2019	2018
Changes in net assets per unit		GBp	GBp	GBp
	Opening net asset value per unit	181.5364	187.2624	172.5180
	Return before operating charges	(28.9020)	3.2596	22.8780
	Operating charges (note 1)	(1.6371)	(1.6475)	(1.6990)
	Return after operating charges *	(30.5391)	1.6121	21.1790
	Distributions on income units	(5.6638)	(7.3381)	(6.4346)
	Closing net asset value per unit	145.3335	181.5364	187.2624
	*after direct transactions costs of:	0.9806	0.2392	0.0720
Performance				
	Return after charges	(16.82%)	0.86%	12.28%
Other information				
	Closing net asset value	£10,296,692	£24,287,133	£30,784,870
	Closing number of units	7,084,870	13,378,660	16,439,425
	Operating charges (note 2)	0.98%	0.93%	0.93%
	Direct transaction costs	0.60%	0.13%	0.04%
Prices				
	Highest unit price	192.71	188.99	196.55
	Lowest unit price	111.09	159.24	171.19

Class F Net Accumulation Shares

		2020	2019	2018
Changes in net assets per unit		GBp	GBp	GBp
	Opening net asset value per unit	228.3803	226.0110	200.9325
	Return before operating charges	(36.8661)	4.3890	27.0830
	Operating charges (note 1)	(2.0923)	(2.0197)	(2.0045)
	Return after operating charges *	(38.9584)	2.3693	25.0785
	Closing net asset value per unit	189.4219	228.3803	226.0110
	Retained distributions on accumulated units	7.2296	9.0207	7.6850
	*after direct transactions costs of:	1.2534	0.2954	0.0854
Performance				
	Return after charges	(17.06%)	1.05%	12.48%
Other information				
	Closing net asset value	£7,389,988	£21,984,188	£21,656,738
	Closing number of units	3,901,337	9,626,133	9,582,162
	Operating charges (note 2)	0.98%	0.93%	0.93%
	Direct transaction costs	0.60%	0.13%	0.04%
Prices				
	Highest unit price	247.60	232.72	234.91
	Lowest unit price	142.73	194.36	200.49

1. The operating charges per unit figure is calculated by applying the operating charges percentage to the average net asset valuation per share throughout the period.
2. The operating charges percentage is based on the expenses incurred during the period annualised, as a proportion of the average net asset value of the Sub-fund together with the ongoing charges included within the underlying Open Ended Investment Companies held within the Sub-fund's holdings.

Risk Profile

Based on past data, the Sub-fund is ranked a '6' on the synthetic risk and reward indicator scale (of 1 to 7) as described fully in the Key Investor Information Document. The Sub-fund is ranked '6' because weekly historical performance data indicates that it has experienced significant rises and falls in market prices historically. Please note that even the lowest risk class can lose money and that extreme market circumstances can mean you suffer severe losses in all cases.

PORTFOLIO STATEMENT

As at 30 June 2020

Holding or nominal value of positions	Mid-price market value £	Percentage of total net assets %
Basic Resources (2.42%; 30.06.19 : 9.19%)		
23,282 Anglo American	432,323	2.42
	432,323	2.42
Diversified Financials (0.00%; 30.06.19 : 4.02%)		
Energy (0.00%; 30.06.19 : 17.30%)		
Electronic & Electrical Equipment (7.44%; 30.06.19 : 0.00%)		
24,334 Halma	556,032	3.11
109,733 Morgan Advanced Materials	265,005	1.48
20,019 Spectris	509,284	2.85
	1,330,321	7.44
Financial Services (10.90%; 30.06.19 : 10.32%)		
75,629 3i Group	641,107	3.58
93,057 Ashmore Group	386,652	2.16
67,216 Draper Esprit	306,505	1.71
21,800 Experian	616,940	3.45
113,636 OneSavings Bank	303,522	1.70
	2,254,726	12.60
Food, Beverage & Tobacco (12.27%; 30.06.19 : 15.09%)		
177,214 Applegreen	593,667	3.32
8,985 Cranswick	322,562	1.80
19,484 Diageo	525,289	2.94
99,221 Domino's Pizza Group	309,073	1.73
21,263 Fevertree Drinks	443,865	2.48
	2,194,456	12.27
Consumer Staples (4.03%; 30.06.19 : 0.00%)		
16,362 Unilever	721,073	4.03
	721,073	4.03
Industrial Goods & Services (12.75%; 30.06.19 : 8.27%)		
114,163 Barratt Developments	567,105	3.17
17,577 CRH	489,520	2.74
31,634 Diploma	566,881	3.17
67,571 Redrow	298,326	1.67
31,660 Travis Perkins	358,391	2.00
	2,280,223	12.75
Technology (4.07%; 30.06.19 : 0.00%)		
70,000 Auto Trader Group	368,550	2.06
65,000 Rightmove	358,800	2.01
	727,350	4.07
Chemicals (1.91%; 30.06.19 : 0.00%)		
68,496 Treatt	341,453	1.91
	341,453	1.91
Banks (0.00%; 30.06.19 : 5.97%)		
Insurance (0.00%; 30.06.19 : 2.63%)		
Personal & Household Goods (8.14%; 30.06.19 : 6.76%)		
7,869 Reckitt Benckiser Group	584,116	3.27
	584,117	3.27
Pharmaceuticals & Biotechnology (14.14%; 30.06.19 : 3.95%)		
46,019 GlaxoSmithKline	755,678	4.22
11,639 AstraZeneca	982,855	5.49
33,715 Smith & Nephew	509,012	2.85
67,030 Tristel	283,202	1.58
	2,530,747	14.14

PORTFOLIO STATEMENT (Continued)

Holding or nominal value of positions	Mid-price market value £	Percentage of total net assets %
Real Estate (3.90%; 30.06.19 : 4.83%)		
77,775 Segro	698,108	3.90
	<u>698,108</u>	<u>3.90</u>
Business Support Services (6.98%; 30.06.19 : 2.82%)		
46,598 FDM Group	435,226	2.43
16,502 Ashtead Group	445,554	2.49
62,104 RWS Holdings	368,587	2.06
	<u>1,249,367</u>	<u>6.98</u>
Telecommunication Services (0.00%; 30.06.19 : 2.57%)		
Travel & Leisure (5.25%; 30.06.19 : 3.48%)		
71,741 JD Sports Fashion	448,668	2.51
14,804 Wizz Air Holdings	489,716	2.74
	<u>938,384</u>	<u>5.25</u>
Investment Services (3.19%; 30.06.19 : 0.00%)		
6,882 London Stock Exchange Group	570,380	3.19
	<u>570,380</u>	<u>3.19</u>
Software and Computer Services (9.58%; 30.06.19 : 8.27%)		
25,482 Computacenter	415,484	2.32
84,854 Sage Group	572,340	3.20
	<u>987,824</u>	<u>5.52</u>
Portfolio of investments (30.06.19: 97.20%)	17,840,851	99.74
Net other assets (30.06.19: 2.94%)	93,649	0.52
Adjustment to revalue assets from mid to bid prices (30.06.19: (0.14%))	(47,884)	(0.26)
	<u>17,886,616</u>	<u>100.00</u>

Note: All of the above portfolio of investments are quoted on the London Stock Exchange.

SUMMARY OF MATERIAL PORTFOLIO CHANGES

	£
Total sales for the year (note 14)	39,450,221
3i Group	23,449
Anglo American	1,085,839
Applegreen	53,589
Ashmore Group	1,061,036
Ashtead Group	889,781
AstraZeneca	1,267,975
Barratt Developments	777,827
BP	2,681,136
British American Tobacco	2,375,637
BT Group	965,322
Carnival	367,281
Charter Court Financial Services Group	191,764
CRH	839,501
Diageo	2,655,926
Draper Esprit	718,635
Forterra	984,606
GlaxoSmithKline	1,101,872
Glencore	452,147
Go-Ahead Group	290,915
GVC Holdings	766,660
HSBC Holdings	1,844,360
Imperial Brands	799,300
Kaz Minerals	231,903
Legal & General Group	940,548
Lloyds Banking Group	799,562
McCarthy & Stone	174,980
Mitchells & Butlers	217,771
Non-Standard Finance	168,130
OneSavings Bank	28,615
Pearson	422,538
Premier Oil	425,867
Reckitt Benckiser Group	1,207,224
Rio Tinto	1,474,080
Royal Bank of Scotland Group	743,182
Royal Dutch Shell 'A'	3,195,689
Secure Trust Bank	518,115
Segro	698,201
Serco Group	435,889
Standard Chartered	961,777
Tatton Asset Management	498,492
Tesco	1,755,706
Travis Perkins	31,797
Vesuvius	952,537
Vodafone Group	359,997
Wizz Air Holdings	1,013,063
Contracts for Difference	£29,690
Electrocomponents	29,690

The above sales reflect all the sales for the year.

SUMMARY OF MATERIAL PORTFOLIO CHANGES (Continued)

	£
Total purchases for the year (note 14)	18,214,664
3i Group	845,751
AstraZeneca	2,132,070
Auto Trader Group	385,201
Barratt Developments	133,985
British American Tobacco	746,355
BT Group	506,140
Computacenter	372,842
Cranswick	342,163
Diageo	510,211
Diploma	535,363
Domino's Pizza Group	347,136
Experian	511,608
FDM Group	346,431
Fevertree Drinks	346,905
Go-Ahead Group	470,623
Halma	521,565
Imperial Brands	912,328
JD Sports Fashion	532,842
Kaz Minerals	342,816
London Stock Exchange Group	518,017
McCarthy & Stone	345,009
Mitchells & Butlers	495,622
Morgan Advanced Materials	346,912
Non-Standard Finance	315,819
Premier Oil	80,985
Reckitt Benckiser Group	927,463
Redrow	507,632
Rightmove	382,336
RWS Holdings	359,884
Sage Group	525,407
Smith & Nephew	519,751
Spectris	527,856
Treant	341,200
Tristel	342,682
Unilever	687,813
Wizz Air Holdings	147,941
Contracts for Difference	£199,474
Electrocomponents	199,474

The above purchases reflect all the purchases for the year.

STATEMENT OF TOTAL RETURN

For the year ended 30 June 2020

		30.06.20	30.06.19
	Notes	£	£
Income			
Net capital (losses)	2	(6,877,343)	(1,620,498)
Revenue	3	1,226,389	1,973,909
Expenses	4	(325,306)	(467,891)
Interest payable and similar charges	6	-	-
Net revenue before taxation		901,083	1,506,018
Taxation	5	-	-
Net revenue after taxation		901,083	1,506,018
Total return before distributions		(5,976,260)	(114,480)
Finance costs: distributions	6	(1,226,389)	(1,973,909)
Changes in net assets attributable to shareholders from investment activities		(7,202,649)	(2,088,389)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 30 June 2020

	30.06.20	30.06.19
	£	£
Opening net assets attributable to shareholders	47,236,022	53,875,496
Amounts receivable on creation of shares	4,369,001	13,459,010
Amounts payable on cancellation of shares	(27,028,106)	(18,934,746)
Retained distribution on accumulation shares	504,126	923,687
Dilution levy	8,222	964
Changes in net assets attributable to shareholders from investment activities (see above)	(7,202,649)	(2,088,389)
Closing net assets attributable to shareholders	17,886,616	47,236,022

BALANCE SHEET

As at 30 June 2020	Notes	30.06.20		30.06.19	
		£	£	£	£
Assets					
Investment assets			17,792,967		45,848,735
Current assets					
Debtors	7	87,660		503,277	
Cash and bank balances	8	182,484		1,914,478	
Total current assets			270,144		2,417,755
Total assets			18,063,111		48,266,490
Investment liabilities					
Investment liabilities			-		(860)
Current liabilities					
Distribution payable on income shares	9	(17,320)		(253,395)	
Bank overdraft	8	(57,990)		-	
Other creditors		(101,185)		(776,213)	
Total current liabilities			(176,495)		(1,029,608)
Total liabilities			(176,495)		(1,030,468)
Net assets attributable to shareholders			17,886,616		47,236,022

1 Accounting policies

(a) The financial statements have been prepared in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for Authorised Funds (SORP) issued by the Investment Association (IA) in May 2014. The functional currency of the Sub-fund is Sterling.

As described in the Statement of ACD's Responsibilities, the ACD continues to adopt the going concern basis in the preparation of the financial statements of the Sub-fund.

(b) Dividends on holdings, net of any irrecoverable tax credits, are recognised when the underlying transferable security is quoted ex-dividend. Bank interest is accounted for on an accruals basis.

(c) Stock dividends are credited to the capital account when the stock is quoted ex-dividend. The cash equivalent is then transferred to the revenue account and forms part of the distributable revenue. The allocation of special dividends is considered on a case-by-case basis.

(d) All expenses, net of any associated tax effect, are charged to the capital account. Expenses are recognised on the accruals basis.

(e) Any assets or liabilities not attributable to a particular share class are allocated by the ACD in a manner which is considered fair to shareholders in general, usually pro-rata based on the net asset values of the relevant share classes.

(f) Corporation tax is provided for on taxable revenue, less deductible expenses, at a rate of 20.00%. Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay less or receive more tax. Deferred tax assets are recognised only to the extent that the ACD considers that it is more likely than not there will be taxable profits from which underlying timing differences can be deducted.

(g) Revenue produced by the Sub-fund's investments accrues quarterly. At the end of each period, the net revenue plus an adjustment for expenses allocated to capital, is accumulated/distributed as per the Prospectus.

(h) All transactions in foreign currencies are converted into Sterling at the rates of exchange ruling at the date of such transactions. Foreign currency assets and liabilities at the end of the accounting period are translated at the exchange rates at the closing valuation point on 30 June 2020.

(i) The investments are valued at closing prices on the balance sheet date. If closing prices are not available, the latest available prices are used. Investments held long are valued at closing bid price and investment held short are valued at the closing offer price. Contracts For Difference are valued at their current profit/loss position.

If separate offer and bid prices are quoted for shares or units, then the bid price is used.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2 Net capital (losses)

	30.06.20	30.06.19
	£	£
The net capital (losses) comprise:		
Non-derivative securities (losses)	(7,007,137)	(1,577,032)
Derivative contract gains/(losses)	131,077	(42,578)
Currency (losses)	(1)	(195)
Transaction charges	(1,282)	(693)
Total net capital (losses)	<u>(6,877,343)</u>	<u>(1,620,498)</u>

3 Revenue

	30.06.20	30.06.19
	£	£
UK dividends	1,158,258	1,939,760
Overseas dividends	65,729	32,189
Bank interest	2,402	1,960
Total revenue	<u>1,226,389</u>	<u>1,973,909</u>

4 Expenses

	30.06.20	30.06.19
	£	£
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director, and agents of either of them:		
ACD fee	284,619	418,643
Payable to the depositary, associates of the depositary, and agents of either of them:		
Depositary fee	19,146	22,434
Safe custody fee	1,429	1,728
	<u>20,575</u>	<u>24,162</u>
Other expenses:		
Audit fee	8,452	8,078
FCA fee	93	39
Other fees and subscriptions	11,567	16,969
	<u>20,112</u>	<u>25,086</u>
Total expenses	<u>325,306</u>	<u>467,891</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 Taxation

(a) Analysis of charge in the year

Irrecoverable overseas withholding tax	-	-
Total tax charge for the year (note 5b)	-	-

(b) Factors affecting current tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an open-ended investment company 20.00% (2019: 20.00%) The differences are explained below:

Net revenue before UK corporation tax	901,083	1,506,018
Corporation tax at 20.00% (2019: 20.00%)	180,217	301,204
<u>Effects of:</u>		
Revenue not subject to UK corporation tax	(244,797)	(394,390)
Excess management expenses	64,580	93,186
Total tax charge for year (note 5a)	-	-

(c) Provision for deferred taxation

At 30 June 2020 there is a potential deferred tax asset of £476,760 (30 June 2019: £412,180) in relation to surplus management expenses. It is unlikely the Sub-fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised.

6 Finance costs

Interim dividend distributions

September	514,957	590,206
December	283,034	405,098
March	227,013	475,544
Final dividend distribution (June)	30,928	491,561
	1,055,932	1,962,409

Add: Revenue deducted on cancellation of shares	176,464	56,463
Deduct: Revenue received on issue of shares	(6,007)	(44,963)

Net distribution for the year	1,226,389	1,973,909
Interest payable and similar charges	-	-
Total finance costs	1,226,389	1,973,909

Reconciliation of distributions

Net revenue after taxation	901,083	1,506,018
Expenses paid from capital	325,306	467,891
Net distribution for the year	1,226,389	1,973,909

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7 Debtors	30.06.20	30.06.19
	£	£
Amounts receivable for issue of shares	68	29,650
Amounts receivable on sale of securities	60	310,279
Dividends receivable	28,840	124,333
Income tax recoverable	58,483	38,773
Prepayments	209	242
Total debtors	87,660	503,277

8 Cash and bank balances	30.06.20	30.06.19
	£	£
Cash and bank balances	182,484	1,914,478
Bank overdraft	(57,990)	-

9 Creditors	30.06.20	30.06.19
	£	£
Amounts payable on cancellation of shares	55,172	62,537
Amounts payable on purchases of securities	133	600,834
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	30,937	94,585
Payable to the depositary, associates of the depositary and agents of either of them:		
Transaction charges	2,130	2,378
Safe custody and other bank charges	1,044	2,641
	3,174	5,019
Other accrued expenses	11,769	13,238
	101,185	776,213

10 Units held

Class R Net Income Shares	
Opening units at 01.07.19	59,614
Units issued during the year	-
Units cancelled during the year	-
Units converted during the year	-
Closing units as at 30.06.20	59,614

Class F Net Income Shares	
Opening units at 01.07.19	13,378,660
Units issued during the year	1,146,630
Units cancelled during the year	(7,440,420)
Units converted during the year	-
Closing units as at 30.06.20	7,084,870

Class R Net Accumulation Shares	
Opening units at 01.07.19	434,249
Units issued during the year	4,676
Units cancelled during the year	(343,414)
Units converted during the year	-
Closing units as at 30.06.20	95,511

Class F Net Accumulation Shares	
Opening units at 01.07.19	9,626,133
Units issued during the year	1,267,085
Units cancelled during the year	(6,991,881)
Units converted during the year	-
Closing units as at 30.06.20	3,901,337

11 Risk management policies

In pursuing its investment objective as stated on page 6, the Sub-fund holds a number of financial instruments. The Sub-fund's financial instruments comprise securities and other investments, cash balances, debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for issues and payable for redemptions and debtors for accrued revenue.

The main risks arising from the Sub-fund's financial instruments, those of its underlying holdings and the ACD's policies for managing these risks are summarised below. These policies have been applied throughout the year.

Market price risk

Market price risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises mainly from uncertainty about future prices of financial instruments the Sub-fund holds. It represents the potential loss the Sub-fund might suffer through holding market positions in the face of price movements.

The Sub-fund's investment portfolio is exposed to market price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy as set out in the Prospectus, and managed by the diversification of the portfolio.

Adherence to investment guidelines and to investment and borrowing powers set out in the Instrument of Incorporation, the Prospectus and in the rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer.

If market prices at the balance sheet date had been 10% higher or lower while all other variables remained constant, the return attributable to ordinary shareholders and equity for the year ended 30 June 2020 would have increased/decreased by £1,779,297 (2019: £4,584,788).

Interest rate risk

Interest rate risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in interest rates. During the year the Sub-fund's direct exposure to interest rates consisted of cash and bank balances.

The amount of revenue receivable from bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates.

The Sub-fund would not in normal market conditions hold significant cash balances and would have limited borrowing capabilities as stipulated in the COLL rules. However the risk is not actively managed.

Derivative contracts are not used to hedge against the exposure to interest rate risk.

The table below details the interest rate risk profile at the balance sheet date:

30.06.20			
	Floating rate financial assets	Financial assets not carrying interest	
Currency			Total
	£	£	£
Sterling	182,484	17,880,627	18,063,111
Total	182,484	17,880,627	18,063,111
	Floating rate financial liabilities	Financial liabilities not carrying interest	
	£	£	Total
	£	£	£
Sterling	(57,990)	(118,505)	(176,495)
Total	(57,990)	(118,505)	(176,495)

11 Risk management policies

30.06.19			
Currency	Floating rate financial assets	Financial assets not carrying interest	Total
	£	£	£
Sterling	1,914,478	46,352,012	48,266,490
Total	1,914,478	46,352,012	48,266,490
	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£
Sterling	-	(1,030,468)	(1,030,468)
Total	-	(1,030,468)	(1,030,468)

Foreign currency risk

Foreign currency risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in foreign currency exchange rates.

The Sub-fund's investment portfolio is invested in equities, some of which can be registered overseas and the balance sheet can be affected by movements in foreign exchange rates. The ACD may seek to manage exposure to currency movements for equities and any bank accounts held in foreign currencies by using forward exchange contracts or by hedging the Sterling value of investments that are priced in other currencies. Revenue received in other currencies is converted to Sterling on or near the date of receipt.

Net currency monetary assets and liabilities consist of:

	Net monetary assets and liabilities		Non-monetary assets		Total net assets	
	£		£		£	
	30.06.20	30.06.19	30.06.20	30.06.19	30.06.20	30.06.19
Sterling	93,649	1,387,287	17,792,967	45,848,735	17,886,616	47,236,022
Total	93,649	1,387,287	17,792,967	45,848,735	17,886,616	47,236,022

Maturity of financial liabilities

The financial liabilities of the Sub-fund as at 30 June 2020 are payable either within one year or on demand.

Liquidity risk

The Sub-fund's assets comprise mainly of readily realisable securities. The main liability of the Sub-fund is the redemption of any shares that the investors wish to sell. Assets of the Sub-fund may need to be sold if insufficient cash is available to finance such redemptions.

Credit risk

Certain transactions in securities that the Sub-fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Sub-fund has fulfilled its responsibilities. The Sub-fund only buys and sells investments through brokers which have been approved by the ACD as acceptable counterparties and fund management companies. In addition, limits are set to the exposure to any individual broker that may exist at any time and changes in brokers' financial ratings are reviewed.

Credit risk also arises on cash held within financial institutions. Credit risk on cash balances is mitigated by ensuring that cash is held with financial institutions that are at least investment grade credit related.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Fair value disclosure

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices and the lowest priority to un-observable inputs. The criteria applied to the fair values levels in these financial statements are as follows:

- A Fair value based on a quoted price for an identical instrument in an active market.
- B Fair value based on the price of a recent transaction for an identical instrument.
- C1 Fair value based on a valuation technique using observable market data.
- C2 Fair value based on a valuation technique that relies significantly on non-observable market data.

2020

Valuation Technique	Assets (£000's)	Liabilities (£000's)
A Quoted prices for identical instruments in active	17,793	-
Total	17,793	-

12 Contingent assets and liabilities

At 30 June 2020, the Sub-fund had no contingent liabilities or commitments (30 June 2019: £nil).

13 Post balance sheet events

As indicated in the accounting policies in Note 1, the investments have been valued at the closing valuation point on 30 June 2020. Since that date, the Sub-fund's quoted price has moved as follows for each share class:

Share class	Price at 30 June 2020	Price at 19 October 2020
Class R Net Income GBP	133.7651p	142.9573p
Class R Net Accumulation GBP	175.9771p	189.0857p
Class F Net Income GBP	145.3335p	155.7558p
Class F Net Accumulation GBP	189.4219p	204.0864p

14 Portfolio transaction costs

	30.06.20	% of total	30.06.19	% of total
	£	purchases	£	purchases
Analysis of total purchase costs				
Purchases in the year before transaction costs	18,124,061		12,580,068	
Commissions	6,062	0.03%	5,267	0.04%
Taxes	84,484	0.46%	45,776	0.36%
Levies	57	0.00%	40	0.00%
Total purchase costs	90,603	0.49%	51,083	0.40%
Total purchases including transaction costs	18,214,664		12,631,151	

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	£	% of total sales	£	% of total sales
Analysis of total sale costs				
Sales in the year before transaction costs	39,465,034		18,801,529	
Commissions	(14,603)	0.04%	(7,942)	0.04%
Levies	(210)	0.00%	(91)	0.00%
Total sale costs	<u>(14,813)</u>	<u>0.04%</u>	<u>(8,033)</u>	<u>0.04%</u>
Total sales net of transaction costs	<u>39,450,221</u>		<u>18,793,496</u>	

The following represents the total of each type of transaction cost, expressed as a percentage of the Sub-fund's average net asset value in the year:

	2020 £	% of average net asset value	2019 £	% of average net asset value
Commissions	20,665	0.12%	13,209	0.03%
Taxes	84,484	0.47%	45,776	0.10%
Levies	267	0.00%	131	0.00%
	<u>105,416</u>	<u>0.59%</u>	<u>59,116</u>	<u>0.13%</u>

DISTRIBUTION TABLES

Interim Accumulation/Distribution (30 September 2019)

Group 1: Shares purchased prior to 30 June 2019

Group 2 : Shares purchased on or after 30 June 2019

Shares	Net Revenue (pence)	Equalisation (pence)	Paid/Accumulated 30.11.19 (pence)	Paid/Accumulated 30.11.18 (pence)
Class R Net Inc GBp				
Group 1	2.0926	-	2.0926	1.9313
Group 2	2.0926	-	2.0926	1.9313
Class F Net Inc GBp				
Group 1	2.2549	-	2.2549	2.0623
Group 2	1.0626	1.1923	2.2549	2.0623
Class R Net Acc GBp				
Group 1	2.6564	-	2.6564	2.3526
Group 2	1.8476	0.8088	2.6564	2.3526
Class F Net Acc GBp				
Group 1	2.8367	-	2.8367	2.4837
Group 2	1.5094	1.3273	2.8367	2.4837

Interim Accumulation/Distribution (31 December 2019)

Group 1: Shares purchased prior to 30 September 2019

Group 2 : Shares purchased on or after 30 September 2019

Shares	Net Revenue (pence)	Equalisation (pence)	Paid/Accumulated 28.02.20 (pence)	Paid/Accumulated 28.02.19 (pence)
Class R Net Inc GBp				
Group 1	1.4538	-	1.4538	1.3886
Group 2	1.4538	-	1.4538	1.3886
Class F Net Inc GBp				
Group 1	1.5697	-	1.5697	1.4839
Group 2	0.7449	0.8248	1.5697	1.4839
Class R Net Acc GBp				
Group 1	1.8693	-	1.8693	1.7107
Group 2	1.1972	0.6721	1.8693	1.7107
Class F Net Acc GBp				
Group 1	2.0001	-	2.0001	1.8141
Group 2	1.2372	0.7629	2.0001	1.8141

DISTRIBUTION TABLES (Continued)**Interim Accumulation/Distribution (31 March 2020)**

Group 1: Shares purchased prior to 31 December 2019

Group 2 : Shares purchased on or after 31 December 2019

Shares	Net Revenue (pence)	Equalisation (pence)	Paid/Accumulated 29.05.20 (pence)	Paid/Accumulated 31.05.19 (pence)
Class R Net Inc GBp				
Group 1	1.4748	-	1.4748	1.7758
Group 2	1.4748	-	1.4748	1.7758
Class F Net Inc GBp				
Group 1	1.5969	-	1.5969	1.9057
Group 2	1.2552	0.3417	1.5969	1.9057
Class R Net Acc GBp				
Group 1	1.9122	-	1.9122	2.2077
Group 2	0.3823	1.5299	1.9122	2.2077
Class F Net Acc GBp				
Group 1	2.0517	-	2.0517	2.3474
Group 2	1.2409	0.8108	2.0517	2.3474

Final Accumulation/Distribution (30 June 2020)

Group 1: Shares purchased prior to 31 March 2020

Group 2 : Shares purchased on or after 31 March 2020

Shares	Net Revenue (pence)	Equalisation (pence)	Paid/Accumulated 31.08.20 (pence)	Paid/Accumulated 30.08.19 (pence)
Class R Net Inc GBp				
Group 1	0.2550	-	0.2550	1.7548
Group 2	0.2550	-	0.2550	1.7548
Class F Net Inc GBp				
Group 1	0.2423	-	0.2423	1.8862
Group 2	0.2263	0.0160	0.2423	1.8862
Class R Net Acc GBp				
Group 1	0.3144	-	0.3144	2.1877
Group 2	0.1982	0.1162	0.3144	2.1877
Class F Net Acc GBp				
Group 1	0.3411	-	0.3411	2.3755
Group 2	0.3221	0.0190	0.3411	2.3755

Information for corporate shareholders

A corporate shareholder receives the distribution shown on the voucher enclosed with this report as follows:

- i) 99.80% of the total dividend allocation together with the tax credit is received as franked investment income.
- ii) 0.20% of the dividend allocation is received as an annual payment received after deduction of income tax at the lower rate and is liable to corporation tax. It is not franked investment income.

SUB-FUND OVERVIEW

Name of Sub-fund	VT Garraway Asian Centric Global Growth Fund	
Size of Sub-fund	£9,627,638	
Launch date	19 July 2019	
Investment objective and policy	<p>The aim of the Sub-fund is to provide a combination of capital growth and income over the longer term (5 years).</p> <p>The Sub-fund will invest primarily (at least 70%) in international equity securities with a focus (c.40%) on companies which are listed in Asia. The Sub-fund may also invest in other types of transferable securities (including ETFs), bonds, precious metal exchange traded funds and indirectly via collective investment schemes (including those managed and/or operated by the ACD or Investment Manager). Investment in collective investment schemes will also provide the Sub-fund with indirect exposure to other asset classes such as commodities. The Sub-fund may also invest in money market instruments, deposits, cash and near cash. Save as noted above in respect of a focus on Asia, the Fund will not have any particular geographic or industry or economic sector focus and as such weightings in these may vary as required.</p>	
Use of Derivatives, impact on risk profile and volatility:	The Sub-fund may hold derivatives only for efficient portfolio management purposes. It is not intended that the use of derivatives for efficient portfolio management purposes will increase the risk profile of the Sub-fund.	
Benchmark:	The Sub-fund does not have a specific benchmark. The performance of the Sub-fund can be measured by considering whether the objective is achieved (ie whether there has been capital growth and income over at least a five year period).	
ISA:	It is intended that the Sub-fund will be managed so as to ensure that Shares in the Sub-Fund constitute qualifying investments for the purposes of the HM Revenue & Customs regulations governing Individual Savings Accounts as they apply from time to time.	
Ex-distribution dates	30 June, 30 September, 31 December and 31 March	
Distribution dates	31 August, 30 November, last day of February, 31 May	
Share Classes	Class R Sterling net accumulation shares Class R Sterling net income shares	(not currently active)
Minimum Initial Investment:	Class R Sterling net accumulation shares Class R Sterling net income shares	£100 £100
Minimum Subsequent Investment:	Class R Sterling net accumulation shares Class R Sterling net income shares	£100 £100
Minimum Holding:	Class R Sterling net accumulation shares Class R Sterling net income shares	£100 £100
Minimum Partial Redemption:	Class R Sterling net accumulation shares Class R Sterling net income shares	£100 £100
Preliminary Charge:	Class R Sterling net accumulation shares Class R Sterling net income shares	Nil Nil
Annual Management Charge:	Class R Sterling net accumulation shares Class R Sterling net income shares	0.70% 0.70%
The annual management charge may be waived at the discretion of the ACD.		
Changes to the Sub-fund	VT Garraway Asian Centric Global Growth Fund was launched on 19 July 2019.	

INVESTMENT ADVISER'S REVIEW

Performance

During the period under review the net asset value rose 4.8%, the total return (including dividends) amounted to 6.0%. For comparative purposes the MSCI AC World Index rose 2.3% over the same period. Global markets meandered sideways in the second half of 2019, then fell sharply as the extent of the global transmission of COVID-19 became apparent. The swift reaction of central banks and the 'safety net' extended by Governments has allowed markets to recover to pre COVID-19 levels.

While the position in Garraway Financial Trends produced a small negative return over the period, we had reduced the position by nearly one fifth in March 2020 booking a sizeable profit in the process. The other alternative investment, the position in Gold Bullion Securities, purchased in August 2019, produced a return of 16.3% over the period. We are pleased to note that both investments have proved their worth, by protecting shareholders capital, in the first reporting period of the Fund.

Equity Portfolio

The bulk of the returns, however, have been generated by equity investments. One obvious consequence of the pandemic has been the accelerated adoption of new technologies such as digital payments, online shopping and those relating to remote working. The Fund was well positioned to benefit from this. The largest positive contributors to performance were MOMO (the leading Taiwanese online shopping player) and better-known names including Paypal, Microsoft, Tencent, Adobe and TSMC. Rising interest in the healthcare sector also assisted with holdings such as Coloplast and Masimo making useful contributions.

Inevitably the Fund has also had investments in companies adversely impact by the pandemic. Amadeus, for example, processes payments for the global travel and tourist industry. Megawide, a Philippine construction company that also operates the second largest airport in the country. Walt Disney needs no introduction. Generally speaking, 'old economy' sectors such as banks, autos, other industrials and real estate fell during the sell-off but have not recovered.

The valuation disparity between 'new' and 'old' economy stocks is admittedly extreme but it is easy to understand why investors are placing a very high price on growth given the difficult outlook for the global economy. We have not, however, given up on 'old' economy holdings. Companies such as Diageo and Philip Morris are prodigious cash generators and highly profitable and, when (not if) the pandemic is over, they will generate handsome returns for shareholders. This is pretty much a certainty considering their current depressed valuations.

Global Outlook

There are many issues to worry about aside from the pandemic itself. Rising political tensions between the United States and China, the implications of sharply rising Government debt levels and the eventual consequences of the rapid increase in money supply to name just three. The discovery, production and distribution of an effective vaccine against the virus is likely to occur over the next twelve months or so. While we await this development, it is helpful to have the option to invest in alternative investments.

The running yield of the Fund is just over 1%, lower than we had hoped but it is the total return to shareholders that matters most. Your Manager is pleased with the performance of the Fund in its first year and aims to deliver further returns in the period ahead.

Garraway Capital Management LLP
Investment Adviser to the Fund

PERFORMANCE RECORD

Financial Highlights Comparative Tables Class R Sterling Net Income Shares

		Period from 19 July 2019 to 30 June 2020^
Changes in net assets per unit		GBp
	Opening net asset value per unit	100.0000
	Return before operating charges	7.0808
	Operating charges (note 1)	(1.0472)
	Return after operating charges *	6.0336
	Distributions on income units	(1.2027)
	Closing net asset value per unit	104.8309
	*after direct transactions costs of:	0.2970
Performance		
	Return after charges	6.03%
Other information		
	Closing net asset value	£9,633,549
	Closing number of units	9,189,611
	Operating charges (note 2)	1.06%
	Direct transaction costs	0.29%
Prices		
	Highest unit price	105.57
	Lowest unit price	85.21

^Sub-fund launched 19 July 2019

1. The operating charges per unit figure is calculated by applying the operating charges percentage to the average net asset valuation per share throughout the period.
2. The operating charges percentage is based on the expenses incurred during the period annualised, as a proportion of the average net asset value of the Sub-fund together with the ongoing charges included within the underlying Open Ended Investment Companies held within the Sub-fund's holdings.

Risk Profile

Based on past data, the Sub-fund is ranked a '5' on the synthetic risk and reward indicator scale (of 1 to 7) as described fully in the Key Investor Information Document. The Sub-fund is ranked '5' because monthly historical performance data indicates that it has experienced relatively high rises and falls in market prices historically. Please note that even the lowest risk class can lose money and that extreme market circumstances can mean you suffer severe losses in all cases.

PORTFOLIO STATEMENT

As at 30 June 2020

Holding or nominal value of positions	Mid- price market value £	Percentage of total net assets %
1,326 Alibaba Group Holding Ltd	232,347	2.41
698 Adobe Systems Inc	241,399	2.51
1,977 Amadeus IT Group SA	84,363	0.88
75 Amazon.com Inc	163,909	1.70
272,800 Astra International Tbk PT	75,178	0.78
10,950 Ayala Corp	138,791	1.44
833 Becton Dickinson and Co	158,152	1.64
44,615 China Overseas Land & Investment Ltd	110,140	1.14
47,000 China Merchants Bank Co Ltd	176,081	1.83
12,500 China Mobile Ltd	68,684	0.71
64,000 CNOOC Ltd	58,150	0.60
1,895 Coloplast A/S	236,304	2.45
3,419 Diageo PLC	92,176	0.96
1,188 Edwards Lifesciences Corp	65,739	0.68
1,020 Estee Lauder Companies Inc	154,454	1.60
12,000 eMemory Technology Inc	161,542	1.68
580 Facebook Inc	104,329	1.08
681 Garraway Financial Trends A-GBP	653,353	6.79
3,982 Gold Bullion Securities Ltd	537,388	5.58
32,000 Haier Electronics Group Co Ltd	79,166	0.82
15,879 Hanon Systems	97,436	1.01
4,000 HDFC Bank Ltd	148,740	1.54
399 IDEXX Laboratories Inc	106,590	1.11
400 Illumina Inc	118,146	1.23
451 Intuit Inc	105,901	1.10
200 Intuitive Surgical Inc	90,309	0.94
247,000 JNBY Design Ltd	202,086	2.10
37,583 JD Sports Fashion PLC	235,044	2.44
77,500 Johnson Electric Holdings Ltd	111,900	1.16
1,723 Kone Oyj	96,852	1.01
539 Masimo Corp	96,642	1.00
1,105 Mastercard Inc	264,004	2.74
466,800 Megawide Construction Corp	55,433	0.58
257 MSCI Inc	68,206	0.71
322,500 My EG Services Bhd	86,806	0.90
448,300 Land and Houses PCL	90,131	0.94
167 LG Household & Healthcare Ltd	152,381	1.58
488 LOreal SA	127,526	1.32
64,000 Minth Group Ltd	148,237	1.54
2,247 Microsoft Corp	363,457	3.78
11,000 Momo Com Inc	219,001	2.27
1,380 Novo Nordisk A/S	72,606	0.75
5,000 Parade Technologies Ltd	136,279	1.42
2,716 PayPal Holdings Inc	372,812	3.87
1,055 PepsiCo Inc	112,747	1.17
2,672 Philip Morris International Inc	153,627	1.60
1,849 Reckitt Benckiser Group PLC	137,251	1.43
174 Roche Holding AG	44,344	0.46
323 Roper Technologies Inc	101,474	1.05
709 Salesforce.Com Inc	105,971	1.10
5,011 Samsung Electronics Co Ltd	179,464	1.86
17,917 Siam City Cement PCL	61,297	0.64
14,145,917 Silver Heritage Group Ltd	-	-
1,599 Starbucks Corp	95,779	0.99
633 Stryker Corp	91,550	0.95
10,000 Sunny Optical Technology Group Co Ltd	130,454	1.35
29,000 Taiwan Semiconductor Manufacturing Co Ltd	251,368	2.61
5,800 Tencent Holdings Ltd	304,055	3.16
2,886 Unilever PLC	127,186	1.32
854 Veeva Systems Inc	160,277	1.66
1,736 Visa Inc	270,855	2.81
	9,485,874	98.53

PORTFOLIO STATEMENT (Continued)

Holding or nominal value of positions	Mid- price market value £	Percentage of total net assets %
Portfolio of investments	9,485,874	98.53
Net other assets	147,675	1.53
Adjustment to revalue assets from mid to bid prices	(5,911)	(0.06)
	9,627,638	100.00

SUMMARY OF MATERIAL PORTFOLIO CHANGES

	£
Total sales for the period (note 14)	10,267,687
3M Company	32,936
Adobe Systems Inc	27,229
Alibaba Group Holding	296,571
Amadeus IT Group SA	10,519
Assa Abloy AB	28,299
British American Tobacco	61,180
China Construction Bank Corp	234,857
China Overseas Land & Investment Ltd	316,647
Edwards Lifesciences Corp	48,179
Estee Lauder Companies Inc	30,478
Garraway Financial Trends A-GBP	149,868
Goldman Sachs Access Treasury 0-1 Year ETF	2,146,661
Haier Electronics Group Co Ltd	194,615
Henkel AG & Co KGaA	36,836
Imperial Brands	26,686
Industrial and Commercial Bank of China Ltd	570,249
ishares Barclays Short Treasury Bond Fund	926,835
iShares MSCI South Korea ETF	639,080
ishares MSCI Taiwan Index Fund	827,178
iShares MSCI Taiwan UCITS ETF USD (Dist)	173,650
JD Sports Fashion	52,081
JNBY Design Ltd	255,787
Johnson & Johnson	36,737
Johnson Electric Holdings Ltd	119,372
KB Financial Group Inc	129,201
Land and Houses PCL	253,637
LG Household & Healthcare Ltd	15,716
L'Oreal SA	18,876
Masimo Corp	28,815
Mastercard Inc	34,389
McDonald's Corp	64,999
Microsoft Corp	25,938
Minth Group Ltd	253,303
Philip Morris International Inc	9,262
Roper Technologies Inc	31,343
Salesforce.Com Inc	25,075
Samsonite International SA	312,602
Samsung Electronics Co Ltd	52,711
Sands China Ltd	479,706
Shinhan Financial Group Co Ltd	109,035
Siam City Cement PCL	172,512
SK Telecom Co Ltd	55,905
Sunny Optical Technology Group Co Ltd	248,601
Taiwan Semiconductor Manufacturing Co Ltd	137,804
Tencent Holdings Ltd	242,126
Uni-President Enterprises Corp	120,507
Veeva Systems Inc	101,663
Visa Inc	26,470
Walt Disney Co	74,961

The above sales reflect all the sales for the period.

	£
Total purchases for the period (note 14)	9,955,846
3M Company	37,349
Adobe Systems Inc	201,225
Alibaba Group Holding	116,667
Amadeus IT Group SA	141,201
Amazon.com Inc	117,353
Assa Abloy AB	92,018
Astra International Tbk PT	113,401
Ayala Corp	169,452
Becton Dickinson and Co	176,358
British American Tobacco	60,703
China Construction Bank Corp	6,913
China Merchants Bank Co Ltd	171,859

SUMMARY OF MATERIAL PORTFOLIO CHANGES (Continued)

China Mobile Ltd	75,514
China Overseas Land & Investment Ltd	22,231
CNOOC Ltd	77,935
Coloplast A/S	184,372
Diageo	112,884
Edwards Lifesciences Corp	122,639
eMemory Technology Inc	108,160
Estee Lauder Companies Inc	189,337
Facebook Inc	96,574
Garraway Financial Trends A-GBP	842,616
Gold Bullion Securities Ltd	462,286
Hanon Systems	130,119
HDFC Bank Ltd	188,843
Henkel AG & Co KGaA	38,592
IDEXX Laboratories Inc	93,711
Illumina Inc	100,311
Imperial Brands	33,050
Intuit Inc	105,158
Intuitive Surgical Inc	83,321
ishares MSCI Taiwan Index Fund	189,955
iShares MSCI Taiwan UCITS ETF USD (Dist)	170,769
JD Sports Fashion	277,953
JNBY Design Ltd	124,337
Johnson & Johnson	35,079
KB Financial Group Inc	149,674
Kone Oyj	82,682
LG Household & Healthcare Ltd	146,733
L'Oreal SA	130,477
Masimo Corp	91,308
Mastercard Inc	286,126
McDonald's Corp	75,227
Megawide Construction Corp	137,637
Microsoft Corp	277,277
Momo Com Inc	81,796
MSCI Inc	57,449
My EG Services Bhd	105,108
Novo Nordisk A/S	67,570
Parade Technologies Ltd	75,951
PayPal Holdings Inc	253,606
PepsiCo Inc	110,496
Philip Morris International Inc	197,136
Reckitt Benckiser Group	119,938
Roche Holding AG	46,743
Roper Technologies Inc	127,464
Salesforce.Com Inc	115,549
Samsung Electronics Co Ltd	217,233
Shinhan Financial Group Co Ltd	144,338
SK Telecom Co Ltd	58,531
Starbucks Corp	116,296
Stryker Corp	109,684
Sunny Optical Technology Group Co Ltd	24,632
Taiwan Semiconductor Manufacturing Co Ltd	335,698
Tencent Holdings Ltd	61,865
Unilever	139,879
Uni-President Enterprises Corp	135,873
Veeva Systems Inc	219,389
Visa Inc	282,348
Walt Disney Co	103,888

The above purchases reflect all the purchases for the period.

On 19 July 2019 the initial subscriptions in to the Sub-fund were financed by way of an inspecie transfer of holdings amounting to £9,271,593.

STATEMENT OF TOTAL RETURN

For the period 19 July 2019 to 30 June 2020

		30.06.20	
	Notes	£	£
Income			
Net capital gains	2		538,991
Revenue	3	110,926	
Expenses	4	(92,691)	
Interest payable and similar charges	6	-	
Net revenue before taxation		18,235	
Taxation	5	(9,885)	
Net revenue after taxation			8,350
Total return before distributions			547,341
Finance costs: distributions	6		(110,926)
Changes in net assets attributable to shareholders from investment activities			436,415

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the period 19 July 2019 to 30 June 2020

	30.06.20
	£
Opening net assets attributable to shareholders	-
Amounts receivable on creation of shares by Scheme of Arrangement	9,271,672
Amounts payable on cancellation of shares	(80,449)
Changes in net assets attributable to shareholders from investment activities (see above)	436,415
Closing net assets attributable to shareholders	9,627,638

The Sub-Fund launched 19 July 2019 and therefore there are no comparative figures.

BALANCE SHEET

As at 30 June 2020			30.06.20	
	Notes	£		£
Assets				
Investment assets				9,479,963
Current assets				
Debtors	7	80,549		
Cash and bank balances	8	<u>128,602</u>		
Total current assets				<u>209,151</u>
Total assets				9,689,114
Investment liabilities				
Investment liabilities				-
Current liabilities				
Distribution payable on income shares	9	(45,735)		
Other creditors		<u>(15,741)</u>		
Total current liabilities				<u>(61,476)</u>
Net assets attributable to shareholders				<u>9,627,638</u>

The Sub-Fund launched 19 July 2019 and therefore there are no comparative figures

1 Accounting policies

(a) The financial statements have been prepared in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for Authorised Funds (SORP) issued by the Investment Association (IA) in May 2014. The functional currency of the Sub-fund is Sterling.

As described in the Statement of ACD's Responsibilities, the ACD continues to adopt the going concern basis in the preparation of the financial statements of the Sub-fund.

(b) Dividends on holdings, net of any irrecoverable tax credits, are recognised when the underlying transferable security is quoted ex-dividend. Bank interest is accounted for on an accruals basis.

(c) Stock dividends are credited to the capital account when the stock is quoted ex-dividend. The cash equivalent is then transferred to the revenue account and forms part of the distributable revenue. The allocation of special dividends is considered on a case-by-case basis.

(d) All expenses, net of any associated tax effect, are charged to the capital account. Expenses are recognised on the accruals basis.

(e) Any assets or liabilities not attributable to a particular share class are allocated by the ACD in a manner which is considered fair to shareholders in general, usually pro-rata based on the net asset values of the relevant share classes.

(f) Corporation tax is provided for on taxable revenue, less deductible expenses, at a rate of 20.00%. Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay less or receive more tax. Deferred tax assets are recognised only to the extent that the ACD considers that it is more likely than not there will be taxable profits from which underlying timing differences can be deducted.

(g) Revenue produced by the Sub-fund's investments accrues quarterly. At the end of each period, the net revenue plus an adjustment for expenses allocated to capital, is accumulated/distributed as per the Prospectus.

(h) All transactions in foreign currencies are converted into Sterling at the rates of exchange ruling at the date of such transactions. Foreign currency assets and liabilities at the end of the accounting period are translated at the exchange rates at the closing valuation point on 30 June 2020.

(i) The investments are valued at closing prices on the balance sheet date. If closing prices are not available, the latest available prices are used.

If separate offer and bid prices are quoted for shares or units, then the bid price is used.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	Period from 19.07.19 to 30.06.20 £
2 Net capital gains	
The net capital gains comprise:	
Non-derivative securities gains	588,950
Currency (losses)	(47,547)
Transaction charges	(2,412)
Total net capital gains	<u>538,991</u>
3 Revenue	Period from 19.07.19 to 30.06.20 £
UK dividends	10,207
Overseas dividends	100,210
Bank interest	509
Total revenue	<u>110,926</u>
4 Expenses	Period from 19.07.19 to 30.06.20 £
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director, and agents of either of them:	
ACD fee	60,093
Payable to the depositary, associates of the depositary, and agents of either of them:	
Depositary fee	16,989
Safe custody fee	1,590
	<u>18,579</u>
Other expenses:	
Audit fee	8,171
FCA fee	71
Other fees and subscriptions	5,777
	<u>14,019</u>
Total expenses	<u>92,691</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 Taxation	Period from 19.07.19 to 30.06.20 £
(a) Analysis of charge in the period	
Irrecoverable overseas withholding tax	9,885
Total tax charge for the period (note 5b)	<u>9,885</u>
(b) Factors affecting current tax charge for the period	
The tax assessed for the period is lower than the standard rate of corporation tax in the UK for an open-ended investment company 20.00% (2019: 20.00%) The differences are explained below:	
Net revenue before UK corporation tax	<u>18,235</u>
Corporation tax at 20.00% (2019: 20.00%)	<u>3,647</u>
<u>Effects of:</u>	
Revenue not subject to UK corporation tax	(22,083)
Excess management expenses	<u>18,436</u>
Total tax charge for period (note 5a)	<u>-</u>
(c) Provision for deferred taxation	
At 30 June 2020 there is a potential deferred tax asset of £18,436 in relation to surplus management expenses. It is unlikely the Sub-fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised.	
6 Finance costs	Period from 19.07.19 to 30.06.20 £
<u>Interim dividend distributions</u>	
September	19,867
December	27,460
March	17,858
Final dividend distribution (June)	<u>45,735</u>
	<u>110,920</u>
Add: Revenue deducted on cancellation of shares	6
Deduct: Revenue received on issue of shares	<u>-</u>
Net distribution for the period	110,926
Interest payable and similar charges	<u>-</u>
Total finance costs	<u>110,926</u>
Reconciliation of distributions	
Net revenue after taxation	8,350
Expenses paid from capital	<u>102,576</u>
Net distribution for the period	<u>110,926</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7 Debtors	30.06.20
	£
Amounts receivable on sale of securities	59,120
Dividends receivable	21,021
Income tax recoverable	388
Prepayments	20
Total debtors	<u>80,549</u>

8 Cash and bank balances	30.06.20
	£
Cash and bank balances	<u>128,602</u>

9 Creditors	30.06.20
	£
Amounts payable to the ACD, associates of the ACD and agents of either of them:	
ACD's periodic charge	5,775
Payable to the depositary, associates of the depositary and agents of either of them:	
Depositary fee	1,475
Transaction charges	8
Safe custody and other bank charges	180
	<u>1,663</u>
Other accrued expenses	8,303
	<u>15,741</u>

10 Units held

Class R Net Income Shares	
Opening units at 19.07.19	-
Units issued during the period	9,271,593
Units cancelled during the period	(81,982)
Units converted during the period	-
Closing units as at 30.06.20	9,189,611

11 Risk management policies

In pursuing its investment objective as stated on page 28, the Sub-fund holds a number of financial instruments. The Sub-fund's financial instruments comprise securities and other investments, cash balances, debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for issues and payable for redemptions and debtors for accrued revenue.

The main risks arising from the Sub-fund's financial instruments, those of its underlying holdings and the ACD's policies for managing these risks are summarised below. These policies have been applied throughout the period.

Market price risk

Market price risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises mainly from uncertainty about future prices of financial instruments the Sub-fund holds. It represents the potential loss the Sub-fund might suffer through holding market positions in the face of price movements.

The Sub-fund's investment portfolio is exposed to market price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy as set out in the Prospectus, and managed by the diversification of the portfolio.

Adherence to investment guidelines and to investment and borrowing powers set out in the Instrument of Incorporation, the Prospectus and in the rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer.

If market prices at the balance sheet date had been 10% higher or lower while all other variables remained constant, the return attributable to ordinary shareholders and equity for the period ended 30 June 2020 would have increased/decreased by £947,996.

11 Risk management policies (continued)**Interest rate risk**

Interest rate risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in interest rates.

During the year the Sub-fund's direct exposure to interest rates consisted of cash and bank balances.

The amount of revenue receivable from bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates.

The Sub-fund would not in normal market conditions hold significant cash balances and would have limited borrowing capabilities as stipulated in the COLL rules. However the risk is not actively managed.

Derivative contracts are not used to hedge against the exposure to interest rate risk.

The table below details the interest rate risk profile at the balance sheet date:

30.06.20			
Currency	Floating rate financial assets	Financial assets not carrying interest	Total
	£	£	£
Sterling	128,602	1,325,419	1,454,021
US Dollars	-	4,483,801	4,483,801
Euros	-	308,636	308,636
Indonesian Rupiah	-	74,866	74,866
Philippine Peso	-	193,944	193,944
Hong Kong Dollar	-	1,387,636	1,387,636
Danish Krone	-	308,843	308,843
New Taiwan Dollar	-	766,509	766,509
Korean Won	-	429,002	429,002
Thai Baht	-	151,015	151,015
Malaysian Ringgit	-	86,500	86,500
Swiss Francs	-	44,341	44,341
Total	128,602	9,560,512	9,689,114
	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£
Sterling	-	(61,476)	(61,476)
Total	-	(61,476)	(61,476)

Foreign currency risk

Foreign currency risk is the risk that the value of the Sub-fund's investment holdings will fluctuate as a result of changes in foreign currency exchange rates.

The Sub-fund's investment portfolio is invested in equities, some of which can be registered overseas and the balance sheet can be affected by movements in foreign exchange rates. The ACD may seek to manage exposure to currency movements for equities and any bank accounts held in foreign currencies by using forward exchange contracts or by hedging the Sterling value of investments that are priced in other currencies. Revenue received in other currencies is converted to Sterling on or near the date of receipt.

A portion of the net assets of the Sub-fund is denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by currency movements.

11 Risk management policies (continued)

Net currency monetary assets and liabilities consist of:

	Net monetary assets and liabilities	Non - monetary assets	Total net assets
	£	£	£
	30.06.20	30.06.20	30.06.20
Sterling	147,675	1,244,870	1,392,545
US Dollars	-	4,483,801	4,483,801
Euros	-	308,636	308,636
Indonesian Rupiah	-	74,866	74,866
Philippine Peso	-	193,944	193,944
Hong Kong Dollar	-	1,387,636	1,387,636
Danish Krone	-	308,843	308,843
New Taiwan Dollar	-	766,509	766,509
Korean Won	-	429,002	429,002
Thai Baht	-	151,015	151,015
Malaysian Ringgit	-	86,500	86,500
Swiss Francs	-	44,341	44,341
Total	147,675	9,479,963	9,627,638

Maturity of financial liabilities

The financial liabilities of the Sub-fund as at 30 June 2020 are payable either within one year or on demand.

Liquidity risk

The Sub-fund's assets comprise mainly of readily realisable securities. The main liability of the Sub-fund is the redemption of any shares that the investors wish to sell. Assets of the Sub-fund may need to be sold if insufficient cash is available to finance such redemptions.

Credit risk

Certain transactions in securities that the Sub-fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Sub-fund has fulfilled its responsibilities. The Sub-fund only buys and sells investments through brokers which have been approved by the ACD as acceptable counterparties and fund management companies. In addition, limits are set to the exposure to any individual broker that may exist at any time and changes in brokers' financial ratings are reviewed.

Credit risk also arises on cash held within financial institutions. Credit risk on cash balances is mitigated by ensuring that cash is held with financial institutions that are at least investment grade credit related.

Fair value disclosure

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices and the lowest priority to un-observable inputs. The criteria applied to the fair values levels in these financial statements are as follows:

- A Fair value based on a quoted price for an identical instrument in an active market.
- B Fair value based on the price of a recent transaction for an identical instrument.
- C1 Fair value based on a valuation technique using observable market data.
- C2 Fair value based on a valuation technique that relies significantly on non-observable market data.

2020

Valuation Technique	Assets (£000's)	Liabilities (£000's)
A Quoted prices for identical instruments in active	9,480	-
Total	9,480	-

12 Contingent assets and liabilities

At 30 June 2020, the Sub-fund had no contingent liabilities or commitments.

13 Post balance sheet events

As indicated in the accounting policies in Note 1, the investments have been valued at the closing valuation point on 30 June 2020. Since that date, the Sub-fund's quoted price has moved as follows for each share class:

Share class	Price at 30 June 2020	Price at 19 October 2020
Class R Net Income GBP	104.8309p	113.1459p

14 Portfolio transaction costs

	30.06.20	% of total
	£	purchases
Analysis of total purchase costs		
Purchases in the period before transaction costs	9,932,680	
Commissions	17,639	0.18%
Taxes	4,450	0.04%
Levies	1,077	0.01%
Total purchase costs	<u>23,166</u>	<u>0.23%</u>
Total purchases including transaction costs	<u>9,955,846</u>	

	£	% of total sales
Analysis of total sale costs		
Sales in the year before transaction costs	10,272,576	
Commissions	(1,794)	-0.02%
Taxes	(1,444)	-0.01%
Levies	(1,651)	-0.02%
Total sale costs	<u>(4,889)</u>	<u>-0.05%</u>
Total sales net of transaction costs	<u>10,267,687</u>	

The following represents the total of each type of transaction cost, expressed as a percentage of the Sub-fund's average net asset value in the period:

	2020	% of average net
	£	asset value
Commissions	19,433	0.20%
Taxes	5,894	0.06%
Levies	2,728	0.03%
	<u>28,055</u>	<u>0.29%</u>

DISTRIBUTION TABLES

Interim Distribution (30 September 2019)

Group 1: Shares purchased prior to 19 July 2019

Group 2: Shares purchased on or after 19 July 2019

Shares	Net Revenue (pence)	Equalisation (pence)	Paid 30.11.19 (pence)
Class R Net Inc GBp			
Group 1	0.2144	-	0.2144
Group 2	0.2144	-	0.2144

Interim Distribution (31 December 2019)

Group 1: Shares purchased prior to 30 September 2019

Group 2: Shares purchased on or after 30 September 2019

Shares	Net Revenue (pence)	Equalisation (pence)	Paid 28.02.20 (pence)
Class R Net Inc GBp			
Group 1	0.2963	-	0.2963
Group 2	0.2963	-	0.2963

Interim Distribution (31 March 2020)

Group 1: Shares purchased prior to 31 December 2019

Group 2: Shares purchased on or after 31 December 2019

Shares	Net Revenue (pence)	Equalisation (pence)	Paid 29.05.20 (pence)
Class R Net Inc GBp			
Group 1	0.1943	-	0.1943
Group 2	0.1943	-	0.1943

Final Distribution (30 June 2020)

Group 1: Shares purchased prior to 31 March 2020

Group 2: Shares purchased on or after 31 March 2020

Shares	Net Revenue (pence)	Equalisation (pence)	Paid 31.08.20 (pence)
Class R Net Inc GBp			
Group 1	0.4977	-	0.4977
Group 2	0.4977	-	0.4977

Information for corporate shareholders

A corporate shareholder receives the distribution shown on the voucher enclosed with this report as follows:

- i) 99.54% of the total dividend allocation together with the tax credit is received as franked investment income.
- ii) 0.46% of the dividend allocation is received as an annual payment received after deduction of income tax at the lower rate and is liable to corporation tax. It is not franked investment income.

INFORMATION FOR INVESTORS

Distribution

Distributions of the revenue of the Sub-Funds will be made to shareholders on or before 31 August each year and interim allocations of revenue on or before 30 November, last day of February and 31 May,

Individual shareholders

Tax on distributions: HM Revenue and Customs changed the taxation of dividends on 6 April 2016. Dividend tax credits were abolished and replaced by a tax-free annual dividend allowance now standing at £2,000. UK resident shareholders are now subject to new higher rates of tax on dividend income in excess of the annual allowance. The actual rate depends on the individual's tax rate band.

Capital gains tax: Individual shareholders resident in the UK for tax purposes may be liable to capital gains tax on realisation of their shares as with other chargeable assets. The first £12,300 (2020/2021) of gains each year are presently tax free for individuals. Gains in excess of that amount are charged at the rate of tax applicable to the individual tax payer.

Taxation

The Company will pay no corporation tax on its profits for the year ended 30 June 2020 and capital gains within the Company will not be taxed.

Debts of the ICVC fund

Unit holders of the ICVC are not liable for the debts of the ICVC.

Corporate shareholders

Companies resident for tax purposes in the UK which hold shares should note that OEIC distributions are streamed into both franked and unfranked income. The unfranked income element will be treated as an annual payment which has been subject to income tax at prevailing rates and will be liable to tax accordingly. On realisation of their shares, UK resident companies may be liable to pay corporation tax on any capital gains.

The above information on taxation is only a general summary, and shareholders should consult their own tax advisors in relation to their own circumstances. Shareholders should also note that the position as outlined may change to reflect future changes in tax legislation.

Issue and redemption of shares

Valu-Trac Investment Management Limited is the ACD and Registrar. Valu-Trac Investment Management Limited will receive requests for the purchase or sale of shares at any time during normal business hours (8.30am to 5.30pm). Instructions may be given by email to (garraway@valu-trac.com) or by sending an application form to the Registrar. Application forms are available from the Registrar.

The price of shares will be determined by reference to a valuation of the Company's net assets at 12 noon on each dealing day.

The ACD has the right to reject, on reasonable grounds relating to the circumstances of the applicant, any application for shares in whole or part, and in this event the ACD will return any money sent, or the balance of such monies, at the risk of the applicant

Any subscription monies remaining after a whole number of shares has been issued will not be returned to the applicant. Instead, smaller denomination shares will be issued in such circumstances.

A contract note giving details of the shares purchased and the price used will be issued by the Registrar by the end of the business day following the valuation point by reference to which the purchase price is determined. Settlement is due by the purchaser on the fourth business day from the date of the contract note and should be made to the Authorised Corporate Director's dealing account.

Ownership of shares will be evidenced by an entry on the Company's Register of Shareholders. Certificates will not be issued. Statements in respect of periodic distributions of revenue will show the number of shares held by the recipient in respect of which the distribution is made. Individual statements of a shareholder's shares will also be issued at any time on request by the registered holder.

Where shares are redeemed, payment will be made not later than the close of business on the fourth business day following the next valuation point after receipt by the ACD of a request for redemption. The minimum value of shares that a shareholder may hold is varies per sub-fund and share class. The ACD may at its discretion accept subscriptions lower than the minimum amount.

The most recent issue and redemption prices are available from the ACD.

CORPORATE DIRECTORY

Authorised Corporate Director, Administrator & Registrar	Valu-Trac Investment Management Limited Orton Fochabers Moray IV32 7QE Telephone: 01343 880344 Fax: 01343 880267 Email: garraway@valu-trac.com Authorised and regulated by the Financial Conduct Authority Registered in England No 2428648
Director	Valu-Trac Investment Management Limited as ACD
Investment Adviser	Garraway Capital Management LLP 6th Floor Beckett House 36 Old Jewry London EC2R 8DD
Depository	NatWest Trustee and Depositary Services Limited House F Floor 2, 175 Glasgow Road Gogarburn Edinburgh EH12 1HQ Authorised and regulated by the Financial Conduct Authority
Auditor	Johnston Carmichael LLP Chartered Accountants Commerce House South Street Elgin IV30 1JE

Statement by the Authorised Fund Manager (AFM) to the shareholders of VT Garraway UK Equity Market Fund on the outcome of the AFM's assessment of the value provided to shareholders

For the year ended 30 June 2020

This assessment is to establish what the VT Garraway UK Equity Market Fund (the Fund) has delivered to you in return for the price you have had to pay.

The AFM is the Authorised Corporate Director of the Fund, Valu-Trac Investment Management Limited (Valu-Trac). The Investment Adviser is Garraway Capital Management LLP.

The Fund was launched on 29 May 2012.

The aim of the Fund is to provide a combination of capital growth and income.

Investment Policy:

The Fund will invest primarily in equity securities primarily of companies which are listed in the UK.

The Fund may also invest in other types of transferable securities and in companies which are not UK listed. At any one time, the Fund may invest in a relatively small number of securities. The Fund may invest in derivatives both for investment purposes and for efficient portfolio management. Derivatives may be used to create synthetic short positions in securities.

The Fund may also invest in money market instruments, collective investment schemes, deposits, cash and near cash.

	At and for the year ended				
	30 June 2020 ¹	30 June 2019 ¹	30 June 2018 ¹	30 June 2017 ¹	30 June 2016 ¹
Value of fund (per Performance record)					
Class R Net Income	£80k	£101k	£105k	£52k	£51k
Class R Net Accumulation	£168k	£930k	£1,392k	£1,432k	£1,379k
Class F Net Income	£10,297k	£24,287k	£30,785k	£36,283k	£42,597k
Class F Net Accumulation	£7,390k	£21,984k	£21,657k	£24,568k	£18,249k
Shares outstanding					
Class R Net Income	60k	60k	60k	32k	32k
Class R Net Accumulation	96k	434k	651k	746k	754k
Class F Net Income	7,085k	13,379k	16,439k	21,031k	25,350k
Class F Net Accumulation	3,901k	9,626k	9,582k	12,227k	9,633k
NAV per share					
Class R Net Income	133.77p	168.66p	175.56p	163.33p	160.66p
Class R Net Accumulation	175.98p	214.12p	213.86p	192.09p	182.85p
Class F Net Income	145.33p	181.54p	187.26p	172.52p	168.04p
Class F Net Accumulation	189.42p	228.38p	226.01p	200.93p	189.44p

Dividend per share

Class R Net Income	5.27p	6.85p	6.06p	5.54p	5.04p
Class R Net Accumulation	6.75p	8.46p	7.22p	6.38p	5.62p
Class F Net Income	5.67p	7.34p	6.43p	5.83p	5.25p
Class F Net Accumulation	7.23p	9.02p	7.69p	6.61p	5.80p

Net gains/(losses) before expenses

Capital gains/(losses)	(£6,876k)	(£1,620k)	£5,619k	£2,052k	(£359k)
Total Net gains/(losses)	(£5,650k)	£354k	£7,702k	£4,431k	£1,411k

1 Sources of data is Valu-Trac Administration Services and T. Bailey Fund Services Limited (2016)

The table below shows the capital growth and losses over the past 5 years

Capital growth/(loss) per share class	Cumulative gain/(loss) to 30 June 2020	
	1 year	5 years
NAV per share		
Class R Net Income	(20.7%)	(19.6%)
Class R Net Accumulation	(17.8%)	(4.1%)
Class F Net Income	(19.9%)	(15.7%)
Class F Net Accumulation	(17.1%)	0.6%

Since June 30, each share class has made a return of over 5% recouping some of the losses made in the year to 30 June 2020.

In carrying out the assessment of value the following criteria were considered:

1. Quality of service

The AFM considers that a good level of service was provided to shareholders by all parties involved commensurate to the amount paid by the Fund for those services. The AFM monitors the following operational services:

Depository – NatWest Trustee and Depository Services Limited

Custodian – RBC Investor Services Trust, UK branch (RBC)

The external audit is conducted by Johnston Carmichael LLP

These services are essential in ensuring that the Fund operated efficiently and in the case of the Depository and Custodian the service is supervised on an on-going daily basis by the AFM. As a shareholder this means that you can be certain that your requests such as investment and redemption of the Fund's units will always be carried out exactly as set out in the documentation.

Valu-Trac does not delegate any of the core functions of the fund such as fund administration, fund accounting and transfer agency. This means that the AFM directly employs and supervises the

individuals who are carrying out this work and that those undertaking the work are appropriately qualified and experienced. Due to this high level of supervision and control of these functions the AFM believes that the shareholders can be certain that their instructions will be carried out efficiently and that the reporting they receive is timely and focused.

2. Performance

The AFM has assessed performance of the Fund net of all the charges that are outlined in its prospectus. The objective of the Fund is two-fold; capital growth and income, so the performance for 2020 is presented below along with the results of the previous four years.

Total returns, which encompass capital growth and dividend income, are shown in the table below; this is after operating costs, including the fee paid to the investment manager, and transaction costs.

The Fund compares itself to the FTSE 350 which over the past 5 years has achieved a return of 14.87% which equates to, 2.97% per annum.

	2020 performance	Annualised 5-year performance
R Income	(17.6%)	(0.4%)
R Accumulation	(17.8%)	(0.8%)
F Income	(16.8%)	0.5%
F Accumulation	(17.1%)	0.1%

Total return basis has distributions added back in for the Income share class.

The 2020 performance was badly affected by the Covid-19 pandemic. However prices per share at 29 October 2020 have slowly recovered and are as follows: R Income 134.81p, R Accumulation 178.31p, F Income 146.92p and F Accumulation 192.50p. At the end of November the R Income shareholders will receive 0.75p per share by way of the quarterly dividend, whilst the F Income shareholders will receive 0.81p per share.

As can be seen all four share classes lag behind the FTSE 350 over a five year period.

The rising level of income can be shown to have been achieved by looking at the increase in the dividends paid since 2016. However it should be noted that dividends fell between 2020 and 2019, partly as a result of dividends from financial companies stopping at the outset of the Covid-19 pandemic.

	2020 Distribution	Percentage Increase/(Decrease)	2016 Distribution
R Income	5.28p	5%	5.04p
R Accumulation	6.75p	20%	5.62p
F Income	5.66p	8%	5.25p
F Accumulation	7.23p	25%	5.80p

3. AFM costs - general

The costs (in £) charged during the year ended 30 June 2020 were as follows:

Annual Management Charge	255,161 (VAT exempt)
ACD charge (payable to Valu-Trac)	29,458 (VAT exempt)
Depository fee	19,146 (VAT inclusive)
Audit fee	8,452 (VAT inclusive)
FCA fee	93 (VAT exempt)
Safe custody and transaction fees	14,278 (VAT inclusive)
Total costs	326,588

The Loss for the year (capital and revenue) less costs was £5,976k; there was no taxation.

There were no preliminary charges, redemption charges. There was a dilution levy charge of £8,222 paid by shareholders during the year.

The ACD may require a dilution levy on the sale and redemption of Shares if, in its opinion, the existing Shareholders (for sales) or remaining Shareholders (for redemptions) might otherwise be adversely affected. In particular, the dilution levy may be charged in the following circumstances:

where the Scheme Property is in continual decline; on “large deals” (where the net issues or net redemptions of shares in a Fund at a particular dealing point exceed £500,000 or 5% of the size of the Fund, whichever is higher); in any case where the ACD is of the opinion that the interests of remaining Shareholders require the imposition of a dilution levy.

4. Economies of scale

As well as offering their service to VT Garraway Investment Funds ICVC, the funds can also take advantage of the rates Valu-Trac has agreed with its suppliers such as its Custodian and Depository services, which as the funds and AFM grow could see further reductions in the costs of such items. An example of this is the change in custodian from BNYM to RBC providing better cost efficiency.

5. Comparable market rates

The AFM has compared the charges of this Fund with that of comparable funds. The AFM believes that the shareholders of the Fund are achieving efficient market rates as a whole. As the AFM assets grow in total it continues to strive for extra efficiencies wherever this can be achieved for all of its schemes.

6. Comparable services

The services provided to this Fund and the costs are also comparable amongst other similar funds operated by the AFM, and is aligned with its normal operating model.

7. Classes of units

As detailed below there are 4 share classes (income and accumulation for the Class R and Class F shares), available figures are given below. Each class of shares has its own rate for investment manager charges, as detailed below,

	At and for the year ended				
	30 June 2020	30 June 2019	30 June 2018	30 June 2017	30 June 2016
Operating charges					
R Class	1.88%	1.91%	1.91%	1.88%	1.83%
F Class	0.98%	0.93%	0.93%	0.88%	0.83%

The R class shares have a 1.75% investment manager charge. The R class is a class that rebates are paid on (predominantly offshore bond holdings). The net effect is that both classes pay the same AMC to the manager. F class shares have an investment management charge of 0.85% of the net asset value of those share classes.

CONCLUSION

In taking all of these criteria into consideration the AFM has assessed whether the payments out of the scheme property as set out in the prospectus are justified in the context of the overall value delivered to shareholders. There has been a rising level of income with good income yield, and there has been capital growth over at least a 5 year period, although the last period has not been so strong. As a result it is concluded that the shareholders have received good value over the long term of the Fund in line with its stated objectives.

30 October 2020

Statement by the Authorised Fund Manager (AFM) to the shareholders of VT Garraway Asian Centric Global Growth Fund on the outcome of the AFM's assessment of the value provided to shareholders

For the period ended 30 June 2020

This assessment is to establish what VT Garraway Asian Centric Global Growth Fund (the Fund) has delivered to you in return for the price you have had to pay.

The AFM is the Authorised Corporate Director of the Fund, Valu-Trac Investment Management Limited (Valu-Trac). The Investment Manager is Garraway Capital Management LLP.

The Fund was launched on 19 July 2019

The investment objective of the Fund is to provide a combination of capital growth and income over the longer term (5 years).

The Fund will invest primarily (at least 70%) in international equity securities with a focus (c.40%) on companies which are listed in Asia.

The Fund may also invest in other types of transferable securities (including ETFs), bonds, precious metal exchange traded funds and indirectly via collective investment schemes (including those managed and/or operated by the ACD or Investment Manager). Investment in collective investment schemes will also provide the Fund with indirect exposure to other asset classes such as commodities.

The Fund may also invest in money market instruments, deposits, cash and near cash.

Save as noted above in respect of a focus on Asia, the Fund will not have any particular geographic or industry or economic sector focus and as such weightings in these may vary as required.

The Fund may hold derivatives only for efficient portfolio management purposes. It is not intended that the use of derivatives for efficient portfolio management purposes will increase the risk profile of the Fund.

R Net Income

At and for the period ended^{1,2}

	30 June 2020
Value of Fund (per Performance record)	
Class R Net Income	£9,634k
Shares outstanding	
Class R Net Income	9,190k
NAV per share	
Class R Net Income	104.83p
Dividend per share	
Class R Net Income	1.20p
Net (losses) before expenses	
Capital (losses)	£541k
Total net (losses)	£652k

1 Sources of data is Valu-Trac Administration Services

2 Period from 19 July 2019 to 30 June 2020

The Fund does not have a specific benchmark. Although the Fund has been in existence for less than 1 year, an indication of the performance of the Fund can be assessed by considering what has been achieved in the time since launch.

Capital Growth	Cumulative gain to 30 June 2020
Increase in NAV per share	
Class R Net Income	4.83%

In carrying out the assessment of value the following criteria were considered:

1. Quality of service

The AFM considers that a good level of service was provided to shareholders by all parties involved commensurate to the amount paid by the Fund for those services. The AFM monitors the following operational services:

Depository – NatWest Trustee and Depository Services Limited

Custodian – RBC Investor Services Trust, UK branch (RBC)

The external audit is conducted by Johnston Carmichael LLP.

These services are essential in ensuring that the Fund operated efficiently and in the case of the Depository and Custodian the service is supervised on an on-going daily basis by the AFM. As a shareholder this means that you can be certain that your requests such as investment and redemption of the Fund's units will always be carried out exactly as set out in the documentation.

Valu-Trac does not delegate any of the core functions of the Fund such as fund administration, fund accounting and transfer agency. This means that the AFM directly employs and supervises the individuals who are carrying out this work and that those undertaking the work are appropriately qualified and experienced. Due to this high level of supervision and control of these functions the AFM believes that the shareholders can be certain that their instructions will be carried out efficiently and that the reporting they receive is timely and focused.

2. Performance

The AFM has assessed performance of the Fund net of all the charges that are outlined in its prospectus. The objective of the Fund is to achieve capital growth and income over the longer term (5 years).

Total returns generated are shown on the table below. This is after operating costs, including the fee paid to the investment manager, and transaction costs.

	2020 performance
Class R Net Income	6.03%

During the year, the Fund's dividend was 1.20p per share.

3. AFM costs - general

The costs (in £) charged for the period from 19 July 2019 to 30 June 2020 were as follows:

Investment management fee	34,236 (VAT exempt)
ACD fee	25,857 (VAT exempt)
Depository fee	16,989 (VAT inclusive)
Audit fee	8,171 (VAT inclusive)
FCA fee	71 (VAT exempt)
Safe custody and transaction fees	9,779 (VAT exempt)
Total costs	95,103

Profit for the year (capital and revenue) less costs was £547k; there was taxation of £10k.

There were no initial charges or redemption charges paid by shareholders during the period.

The ACD may require a dilution levy on the sale and redemption of Shares if, in its opinion, the existing Shareholders (for sales) or remaining Shareholders (for redemptions) might otherwise be adversely affected. In particular, the dilution levy may be charged in the following circumstances:

where the Scheme Property is in continual decline; on “large deals” (where the net issues or net redemptions of shares in a Fund at a particular dealing point exceed £500,000 or 5% of the size of the Fund, whichever is higher); in any case where the ACD is of the opinion that the interests of remaining Shareholders require the imposition of a dilution levy.

4. Economies of scale

As well as offering their service to VT Garraway Investment Funds ICVC, the funds can also take advantage of the rates Valu-Trac has agreed with its suppliers such as its Custodian and Depository services, which as the funds and AFM grow could see further reductions in the costs of such items. An example of this is the change in custodian from BNYM to RBC providing better cost efficiency.

5. Comparable market rates

The AFM has compared the charges of this Fund with that of comparable funds. The AFM believes that the shareholders of the Fund are achieving efficient market rates as a whole. As the AFM assets grow in total it continues to strive for extra efficiencies wherever this can be achieved for all of its schemes.

6. Comparable services

The services provided to this Fund and the costs are also comparable amongst other similar funds operated by the AFM, and is aligned with its normal operating model.

7. Classes of units

The annualised operating charge for the share class since inception are:

At and for the period from 19 July 2019 to 30 June 2020

Class R Net Income	1.06%
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The investment management fee is currently at 0.70%.

CONCLUSION

In taking all of these criteria into consideration the AFM concludes that in assessing whether the payments out of the scheme property as set out in the prospectus are justified in the context of the overall value delivered to shareholders; it is considered that holders of Class R Net Income shares are receiving good value.

30 October 2020