

VT MUNRO FUNDS
(Formerly known as VT Munro Smart-Beta Fund)
(Sub-fund VT Munro UK Equity Income Fund (Formerly known as VT Munro Smart-Beta UK Fund))

Annual Report and Financial Statements
For the year ended 31 January 2026

CONTENTS

	Page
Company Overview	1
Statement of the Authorised Fund Manager's ("AFM's") Responsibilities	2
Statement of the Depositary's Responsibilities and Report of the Depositary to the Shareholders of the VT Munro Funds	3
Independent Auditor's Report to the Shareholders of the VT Munro Funds (Sub-fund VT Munro UK Equity Income Fund)	4
Accounting Policies	8
VT Munro UK Equity Income Fund	
Sub-fund Overview	9
Investment Manager's Review	12
Performance Record	13
Portfolio Summary	15
Summary of Material Portfolio Changes	19
Statement of Total Return	20
Statement of Changes in Net Assets Attributable to Shareholders	20
Balance Sheet	21
Notes to the Financial Statements	22
Distribution Tables	28
Information for Investors	31
Corporate Directory	33

COMPANY OVERVIEW

Type of Company: VT Munro Funds ("the Company") is an authorized open-ended investment company with variable capital ("ICVC") further to a Financial Services Authority ("FSA") (predecessor of the FCA) authorisation order dated 18 July 2007. The Company is incorporated under registration number IC000551. It is a UCITS scheme complying with the investment and borrowing powers rules in the Collective Investment Schemes sourcebook ("COLL") issued by the Financial Conduct Authority ("FCA").

The Company has been set up as an umbrella company. The Company has currently one Sub-fund available for investment, VT Munro UK Equity Income Fund ("the Sub-fund").

The AFM is of the opinion that it is appropriate to continue to adopt the going concern basis in the preparation of the accounts as the assets of the Company consist predominantly of securities which are readily realisable and, accordingly, the Company has adequate financial resources to continue in operational existence for the foreseeable future. Further, appropriate accounting policies, consistently applied and supported by reasonable and prudent judgments and estimates, have been used in the preparation of these accounts and applicable accounting standards have been followed.

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

The Instrument of Incorporation can be inspected at the office of the AFM.

The Company has no directors other than the AFM.

The base currency of the Company is UK sterling.

Copies of the Prospectus and Key Investor Information Document are available free of charge from the AFM.

Changes to the Company:

As of 01 January 2026, the Company changed the name from VT Munro Smart-Beta Fund to VT Munro Funds. The Sub-fund name changed from VT Munro Smart-Beta UK Fund to VT Munro UK Equity Income Fund.

On 15 May 2026, the Depositary and Custodian will changed from NatWest Trustee and Depositary Services Limited ("NWTDS ") to The Bank of New York Mellon (International) Limited ("BNYM ").

STATEMENT OF THE AUTHORISED FUND MANAGER'S (AFM's) RESPONSIBILITIES

The rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook require the Authorised Fund Manager 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 for the year. In preparing these financial statements the Authorised Fund Manager 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 Fund Manager 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 Fund Manager is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUTHORISED FUND MANAGER'S STATEMENT

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

Jonathan Sim MA CA

Jonathan M. Child CA

On behalf of Valu-Trac Investment Management Limited
Authorised Fund Manager

Date: 28 May 2026

**STATEMENT OF THE DEPOSITARY'S RESPONSIBILITIES AND REPORT OF THE DEPOSITARY TO THE SHAREHOLDERS
OF VT MUNRO FUNDS**

For the year ended 31 January 2026

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
10 February 2026

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VT MUNRO FUNDS (SUB-FUND VT MUNRO UK EQUITY INCOME FUND)

Opinion

In our opinion, VT Munro Funds financial statements:

> give a true and fair view of the financial position of the Company and of the sub-fund as at 31 January 2026 and of the net revenue and the net capital gains on the scheme property of the Company and of the sub-fund for the year then ended; and

> have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation. VT Munro Smart-Beta Fund is an Open Ended Investment Company ('OEIC') with one sub-fund. The financial statements of the Company comprise the financial statements of the sub-fund.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the balance sheet as at 31 January 2026; the statement of total return, and the statement of changes in net assets attributable to shareholders for the year then ended; the distribution tables; the accounting policies; and notes to the financial statements.

Basis for Opinion

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

Independence

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

Conclusions Relating to Going Concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's or the sub-fund's ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the Authorised Fund Manager's use of the going concern basis of accounting in the preparation of the financial statements is appropriate. However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Company's or the sub-fund's ability to continue as a going concern.

Our responsibilities and the responsibilities of the Authorised Fund Manager with respect to going concern are described in the relevant sections of this report.

Reporting on other information

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

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

Authorised Fund Manager's Report

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

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 Authorised Fund Manager for the year is consistent with the financial statements.

Responsibilities for the financial statements and the audit

Responsibilities of the Authorised Fund Manager

As explained more fully in the Statement of Authorised Fund Managers' Responsibilities, the Authorised Fund Manager is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Fund Manager is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Authorised Fund Manager is responsible for assessing the Company's and the sub-fund'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 Authorised Fund Manager either intends to wind up or terminate the Company or sub-fund, 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. Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

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

- > Discussions with the Authorised Fund Manager, including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- > Identifying and testing journal entries, specifically any journals posted as part of the financial year end close process; and
- > Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF VT MUNRO FUNDS (SUB-FUND VT MUNRO UK EQUITY INCOME FUND)(continued)

Use of this Report

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Opinions on matters required by the Collective Schemes sourcebook

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

Collective Investment Schemes sourcebook exception reporting

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

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

We have no exceptions to report arising from this responsibility.

Stuart McMartin B.Sc. FCA (senior statutory auditor)

for and on behalf of Frame Kennedy Ltd
Chartered Accountants and Statutory Auditors
Metropolitan House, 31-33 High Street
Inverness, IV1 1HT

ACCOUNTING POLICIES

For the year ended 31 January 2026

The principal accounting policies, which have been applied in both the current and prior year, are set out below:

- (a) The financial statements have been prepared in accordance with FRS 102, the Statement of Recommended Practice for Authorised Funds (SORP) issued by the Investment Association (IA) in May 2014 and the amendments to the SORP issued by the IA in June 2017. The functional currency is Sterling.
 - (b) There are no material events that have been identified that may cast significant doubt about the Company's ability to continue as a going concern for at least the next twelve months from the date these financial statements are authorised for issue. The AFM believes that the Company has adequate resources to continue in operational existence for the foreseeable future and they continue to adopt the going concern basis in preparing the financial statements.
 - (c) All expenses, other than those relating to the purchase and sale of investments, are charged to revenue on an accruals basis. All expenses are then reallocated to capital, net of any tax effect for distribution purposes.
 - (d) Distributions on equities and trusts are recognised when the security is quoted ex-dividend. Interest on deposits is accounted for on an accruals basis. The sponsors rebate is calculated and accrued for daily and credited to revenue each day, and then reallocated to capital, net of any tax effect for distribution purposes. All revenue is recognised at a gross amount that includes any withholding taxes. Gains and losses, including differences in valuation of investments held at the balance sheet date, including unrealised exchange differences, are treated as capital.
 - (e) The ordinary element of stocks received in lieu of cash dividends is recognised as revenue of the Sub-fund, and where applicable is included in the distribution. In the case of an enhanced stock dividend the value of the enhancement is treated as capital.
 - (f) Special dividends are treated as either revenue or a repayment of capital depending on the facts of each particular case. Where the receipt of a special dividend results in a significant reduction in the capital value or where the distribution arises from an underlying capital event such as a merger or disposal these would typically be deemed as capital so as to ensure that the matching principle is applied to gains and losses. Otherwise, the special dividend would typically be recognised as revenue. Where special dividends are treated as revenue, they are included in the amount available for distribution. The tax accounting treatment follows the principal amount.
 - (g) Investments are stated at their fair value at the balance sheet date. In determining fair value, the valuation point is 12 noon on 31 January 2026 with reference to quoted bid prices from reliable external sources.
 - (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 year are translated at the exchange rates at 12 noon on 31 January 2026.
 - (i) 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 AFM considers that it is more likely than not there will be taxable profits from which underlying timing differences can be deducted.

(j) **To 30 September 2024**

In certain circumstances the AFM may charge a dilution levy on the sale or repurchase of shares. The levy, which is paid into the Sub-funds, is intended to cover dealing spread on assets bought and sold and certain charges such as applicable dealing taxes and brokers commission not included in the mid-market value of the Sub-funds used for Net Asset Value (NAV) calculations, which could have a diluting effect on the performance of the Sub-funds.

From 01 October 2024

The Sub-fund operates a dilution adjustment also known as swing pricing. This means that the daily price of the Sub-fund is swung up or down, depending on whether there are net inflows or outflows, respectively. This means that the costs of transactions in the underlying investments of the Sub-fund are borne by those entering or exiting, rather than affecting the returns of existing shareholders. The dilution adjustment will be calculated by reference to the costs of dealing in the underlying investments of that fund, including any dealing spreads, and these can vary with market conditions. Any dilution adjustment accrued are to the benefit of the fund rather than the AFM.

ACCOUNTING POLICIES (Continued)

- (k) The Sub-fund currently issues Accumulation & Income shares. The Sub-fund goes ex dividend monthly and pays any income available to the shareholder two months in arrears, as a dividend distribution. Any revenue deficit at the year end is funded from capital.

If a distribution remains unclaimed for a year or six years after it has become due, it will be forfeited and will revert to the relevant Sub-fund (or if it no longer exists the AFM). Application to claim distributions that have not been paid should be made to the AFM before this six year has elapsed.

For the treatment of expenses revert to policy 'c' and special dividends revert to policy 'f'.

Equalisation applies only to shares purchased during the distribution year (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. It is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

SUB-FUND OVERVIEW

Name of Sub-fund	VT Munro UK Equity Income Fund
Size of Sub-fund	£149,071,074
Launch date	22 July 2007
Sub-fund objective and policy	The objective of the VT Munro UK Equity Income Fund (the "Sub-fund") is to replicate the performance (before fund fees and expenses) of the Elston Smart-Beta UK Dividend Index[^]. The Sub-fund will invest at least 80% in a portfolio of UK securities listed on the London Stock Exchange that as far as practically possible consist of the component securities of the Elston Smart-Beta UK Dividend Index (the "Benchmark Index"). In seeking to achieve the objective the Sub-fund intends to use sampling techniques (as opposed to fully replicating the Benchmark Index), and it is therefore not expected that the Sub-fund will hold each and every underlying constituent of the Benchmark Index at all times or hold them in the same proportion as their weightings within the Benchmark Index. This could be down to construction constraints (i.e. compliance with UK UCITS rules), turnover constraints (where the manager considers it is in the best interests of investors not to change the holdings of assets to track the index); and liquidity management considerations (which may mean that the Sub-fund holds some cash which the Benchmark Index may not to ensure adequate liquidity). As the Sub-fund seeks to replicate the performance of the Benchmark Index (before fund fees and expenses) it is heavily influenced by the Benchmark Index with weightings of the Sub-fund being continuously compared to the weightings of the Benchmark Index, and an annualised tracking error will be targeted of <3%, when using consistent valuation points of the Sub-fund and the Benchmark Index (12pm). The Sub-fund may also invest in money market instruments, cash and deposits. It is the AFM's intention that derivatives be used for hedging purposes using efficient portfolio management style techniques (although use of derivatives is expected to be limited). The Sub fund may invest in other collective investment schemes which may themselves use derivatives for investment purposes. The Sub-fund is passively managed. The Sub-fund will not have any particular industry or economic sector focus and as such weightings in these may vary as required.
Authorised Fund Manager (AFM)	Valu-Trac Investment Management Limited
Annual accounting date	31 January
Interim accounting dates	Last day of each month
Annual income allocation date	31 March
Interim income allocation dates	Last day of each month
Individual Savings Account (ISA)	The Company is a qualifying investment for inclusion in an ISA.
Share Classes:	Income Shares and Accumulation Shares in X Class

[^] The Elston Smart-Beta UK Dividend index is a Sterling based total return index, comprising approximately 300 of the largest dividend paying stocks (excluding Investment Trusts) that are quoted on the London Stock Exchange. While the full universe is initially determined by market capitalisation, the investible universe is reweighted based on expected dividend pay-out. Further information on the composition of the index can be found at: <https://www.elstonsolutions.co.uk/our-indices.html>. The Sub-fund aims to replicate the performance of the Elston Smart-Beta UK Dividend index (before fund fees and expenses) but will not necessarily be invested in all the constituents.

SUB-FUND OVERVIEW (Continued)

Minimum investment*

Lump sum subscription:	X Class Shares = £250
Top-up:	X Class Shares = £100
Holding:	X Class Shares = £250
Redemption:	X Class Shares = Nil

*The AFM may at its discretion accept subscriptions lower than the minimum amount.

Annual management charges

A tiered variable fee based on the Net Asset Value of the Sub-fund (plus VAT if applicable) as follows:

- on the part of the NAV that is less than or equal to £100 million – 0.75% per annum;
- on the part of the NAV that is greater than £100 million but less than or equal to £250 million – 0.65% per annum;
- on the part of the NAV that is greater than £250 million but less than or equal to £500 million – 0.55% per annum;
- on the part of the NAV thereafter – 0.50% per annum,

subject to a minimum of £80,000² per annum (plus VAT if applicable)

² The minimum fee shall rise annually in line with the rate of inflation (calculated in accordance with the Consumer Prices Index) on 1 April each year (from 1 April 2025). In the event of negative inflation, this fee will remain unchanged.

INVESTMENT MANAGER'S REVIEW

Investment Activities

In December 2025, the name of the fund and index were changed to be made clearer and easier to understand.

The fund is a systematic investment strategy managed to fully replicate the Elston UK Equity Income Index, which is the benchmark for the fund, having due regard for efficiency and costs. At the end of the period, it was invested across 214 companies which accounted for 99.9% of the forecast dividend income of the Index. The fund continues to follow the process of investing in large and medium sized companies listed on the London Stock Exchange, in line with each stock's contribution to the total forecasted dividend payout for the group as a whole, as per a systematic index methodology. Elston Indices is the benchmark administrator of this Index.

The investment management process is designed to minimise tracking error, mitigate frictional trading costs and exploit volatility. New money is allocated to securities which are underweight relative to their position in the Index.

Subscriptions to the fund of £99,287,319 were larger than the redemptions of -£24,474,336 to give a net inflow of £74,812,983. The fund increased by £20,039,604 from investment activities and overall, the fund increased in size by £97,572,014, from £51,499,059 to £149,071,073.

During the period the fund distributed £3,058,566 to investors. This was an increase on the £2,455,678 distributed in the same period last year, largely because of the increased fund size. The yield on the X Income share class (paid monthly) for the 12 months to the period end was 3.71% which compares to 4.49% at the end of January 2025, this decrease in percentage yield is due to an increase in the share class price; the 12 month dividend per share has increased slightly from 4.4450p in January 2025 to 4.4646p at the period end. Income distributions are paid monthly.

Throughout this period the cash position held by the fund was kept as low as practicable to ensure the fund was as fully invested as possible relative to the Index, following full deployment of investor inflows and allowing for accrued income held in the fund.

Purchases totalling £97,532,630 were made into 240 companies, the top 10 are listed on page 17. Portfolio Turnover using the SEC methodology was 23.49% predominantly relating to the deployment of investor inflows but also reflecting changes in the dividend outlook of the underlying companies.

Redemptions, corporate actions and changes to the index caused the fund to sell shares in 133 names totalling £19,869,723. The top 10 sales are also listed on page 17.

Trading was therefore confined to investing new funds as per the Index, accepting takeover offers and raising cash to meet redemptions.

Investment Performance

Over the period under review the X Accumulation shares have increased in value by +26.90%, compared to a rise of +28.67% for the Elston UK Equity Income Index which is the systematic investment strategy it seeks to replicate and the benchmark of the fund. The Tracking Difference between the Fund and Benchmark is analysed below.

Relative to Sector

Relative to its peer group, the fund's systematic investment strategy has led to material outperformance relative to the IA UK Equity Income sector which performed +17.31% over the period.

Dividend Yield

The current dividend yield of the fund is 3.71% which would place it at the top of the UK All Companies Sector, according to Trustnet.

Tracking Difference

The difference between the performance of the Fund and its benchmark results in a gross Tracking Difference of -1.77%. The cost of running the fund was 0.73% (X Accumulation shares, capped at 0.75%) meaning that (adjusting for running costs only) the Tracking Difference was -1.04%. Direct transaction costs (including stamp duty on purchased shares) were 0.62% meaning that the fund delivered (adjusting for both running and transaction costs), an Adjusted Tracking Difference of -0.42% relative to the Benchmark over the period. This is largely accounted for due to the fund having to hold cash from dividend payments and also a working capital cash balance in periods where the Index was rising strongly.

Tracking Error

Over the last 12 months the fund had an annualised tracking error of 0.97%, this is within the targeted tracking error of under 3.00%. Tracking error is the standard deviation of the difference between the daily portfolio and Index returns and measures how closely a fund follows the behaviour of its Index. Tracking error for an index-tracking fund should be low.

Investment Strategy

There was no change in the investment strategy of the fund which is to track the Elston UK Equity Income Index. This systematic index methodology allocates weights to shares in proportion to their contribution to overall dividends. This systematic alternative weighting scheme is why it is considered a "smart-beta" based approach, when compared to traditional "beta", characterised by market-capitalisation weighting schemes.

The aim of this strategy is to capture the returns of an asset class, in this case UK equities, but with additional return potential by capturing a particular factor exposure. The factor focus for this index and fund is yield factor from dividends, which in the UK market can also be a proxy for value factor. The systematic rules-based approach embedded in the index methodology aims to harness this factor premium systematically.

The fundamental dividend tracking process captures this effect by focusing solely on forecast dividend flows and ignoring capital values. As far as we know this makes it unique in the UK market.

Valu-Trac Investment Management Limited
Investment Manager of the Sub-fund
26th March 2026

PERFORMANCE RECORD

Financial Highlights

Class X Net Income	Year ended 31 January 2026	Year ended 31 January 2025	Year ended 31 January 2024
Changes in net assets per share	GBP	GBP	GBP
Opening net asset value per share	98.8929	87.9815	92.7398
Return before operating charges	26.5890	16.1226	0.5717
Operating charges (note 1)	(0.7998)	(0.7662)	(0.7861)
Return after operating charges*	25.7893	15.3564	(0.2144)
Distributions on income shares	(4.4646)	(4.4450)	(4.5439)
Closing net asset value per share	120.2176	98.8929	87.9815
 *after direct transactions costs of:	 0.6792	 0.2710	 0.4789
Performance			
Return after charges	26.08%	17.45%	(0.23%)
Other information			
Closing net asset value	£18,946,789	£9,924,639	£6,083,727
Closing number of shares	15,760,406	10,035,742	6,914,776
Operating charges (note 2)	0.73%	0.82%	0.87%
Direct transaction costs	0.62%	0.29%	0.53%
Prices			
Highest share price	120.5281	98.8929	89.9184
Lowest share price	88.0510	86.2816	84.2275

Class X Net Accumulation	Year ended 31 January 2026	Year ended 31 January 2025	Year ended 31 January 2024
Changes in net assets per share	GBP	GBP	GBP
Opening net asset value per share	206.5389	175.2205	175.4399
Return before operating charges	57.2793	32.8836	1.3060
Operating charges (note 1)	(1.7106)	(1.5652)	(1.5254)
Return after operating charges*	55.5687	31.3184	(0.2194)
Closing net asset value per share	262.1076	206.5389	175.2205
Retained distributions on accumulated shares	9.5151	9.0422	8.7900
 *after direct transactions costs of:	 1.4528	 0.5536	 0.9293
Performance			
Return after charges	26.90%	17.87%	(0.13%)
Other information			
Closing net asset value	£130,170,171	£41,589,489	£41,284,772
Closing number of shares	49,662,880	20,136,392	23,561,613
Operating charges (note 2)	0.73%	0.82%	0.87%
Direct transaction costs	0.62%	0.29%	0.53%
Prices			
Highest share price	262.6631	206.5389	178.0835
Lowest share price	186.1620	171.8349	163.7704

PERFORMANCE RECORD (Continued)

1. The operating charges per share 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.

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 Document (31 January 2025: ranked 6). The Sub-fund is ranked 5 because weekly historical performance data indicates that it has experienced relatively high rises and falls in market prices historically. The higher the rank, the greater the potential reward but the greater the risk of losing money.

PORTFOLIO SUMMARY

As at 31 January 2026		
Holding Investment	Market value £	% of total net assets
Equities (31.01.2025: 95.27%)		
2,100 4imprint Group PLC	84,840	0.06%
197,930 Aberdeen Group PLC	428,321	0.29%
30,780 Admiral Group PLC	842,756	0.57%
110,295 Airtel Africa PLC	351,841	0.24%
23,210 AJ Bell PLC	106,395	0.07%
28,340 Anglo American PLC	971,212	0.65%
18,175 Antofagasta PLC	666,841	0.45%
101,550 Ashmore Group PLC	242,705	0.16%
10,915 Ashtead Group PLC	518,463	0.35%
35,155 Associated British Foods PLC	668,472	0.45%
43,095 AstraZeneca PLC	5,835,925	3.91%
2,870 Atalaya Mining Copper	29,504	0.02%
28,520 Auto Trader Group PLC	154,578	0.10%
276,880 Aviva PLC	1,763,726	1.18%
340 Avon Technologies PLC	6,004	0.00%
97,270 B&M European Value Retail SA	171,147	0.11%
7,420 Babcock International Group PLC	107,516	0.07%
105,075 BAE Systems PLC	2,076,282	1.39%
15,290 Balfour Beatty PLC	109,782	0.07%
10,800 Baltic Classifieds Group PLC	21,978	0.01%
2,455 Bank of Georgia Group PLC	247,464	0.17%
455,885 Barclays PLC	2,224,719	1.49%
99,155 Barratt Redrow PLC	390,175	0.26%
28,080 Beazley PLC	318,427	0.21%
5,840 Bellway PLC	160,250	0.11%
3,990 Berkeley Group Holdings PLC	165,026	0.11%
9,990 Bodycote PLC	74,675	0.05%
1,371,370 BP PLC	6,296,645	4.22%
22,360 Breedon Group PLC	74,995	0.05%
47,750 Bridgepoint Group PLC	130,549	0.09%
192,615 British American Tobacco PLC	8,369,122	5.61%
687,285 BT Group PLC	1,308,247	0.88%
17,990 Bunzl PLC	366,996	0.25%
5,090 Burberry Group PLC	56,626	0.04%
4,810 Burford Capital Ltd	33,045	0.02%
9,490 Bytes Technology Group PLC	32,038	0.02%
26,570 Carnival PLC	594,371	0.40%
260,650 Centrica PLC	497,711	0.33%
9,310 Chemring Group PLC	46,643	0.03%
27,430 Chesnara PLC	84,210	0.06%
1,320 Clarkson PLC	55,110	0.04%
8,350 Close Brothers Group PLC	42,836	0.03%
86,360 Coats Group PLC	74,701	0.05%
65,140 Compass Group PLC	1,433,731	0.96%
3,990 Computacenter PLC	131,989	0.09%
17,960 Conduit Holdings Ltd	69,864	0.05%
68,590 ConvaTec Group PLC	157,620	0.11%
1,870 Cranswick PLC	99,297	0.07%
8,390 Croda International PLC	228,711	0.15%
37,190 Currys PLC	55,190	0.04%
930 CVS Group PLC	12,183	0.01%
6,140 DCC PLC	286,124	0.19%
165,890 Diageo PLC	2,773,681	1.86%
2,680 Diploma PLC	144,452	0.10%
3,590 Discoverie Group PLC	23,084	0.02%
11,570 Diversified Energy Company PLC	109,337	0.07%
35,740 Dominos Pizza Group PLC	65,368	0.04%

PORTFOLIO SUMMARY (Continued)

As at 31 January 2026		
Holding Investment	Market value £	% of total net assets
19,405 Drax Group PLC	174,645	0.12%
12,200 Dunelm Group PLC	112,911	0.08%
33,860 Easyjet PLC	161,885	0.11%
17,800 Elementis PLC	28,658	0.02%
15,295 Endeavour Mining PLC	671,145	0.45%
28,110 Energean PLC	237,248	0.16%
26,570 Entain PLC	162,662	0.11%
37,625 EVRAZ plc*	-	0.00%
24,045 Experian PLC	671,096	0.45%
3,440 Fevertree Drinks PLC	29,790	0.02%
32,300 FirstGroup PLC	60,046	0.04%
29,935 Fresnillo PLC	1,118,372	0.75%
6,460 Galliford Try PLC	34,367	0.02%
1,385 Games Workshop Group PLC	238,220	0.16%
3,280 Gamma Communications PLC	29,815	0.02%
7,620 GB Group PLC	18,326	0.01%
15,650 Genuit Group PLC	52,115	0.03%
1,360 Genus PLC	42,500	0.03%
419,680 Glencore PLC	2,110,151	1.42%
6,250 Greggs PLC	101,938	0.07%
233,260 GSK PLC	4,317,643	2.90%
276,420 HALEON PLC	1,037,404	0.70%
4,490 Halma PLC	160,383	0.11%
218,680 Harbour Energy PLC	504,713	0.34%
51,800 Hays PLC	23,766	0.02%
10,500 Helios Towers PLC	18,333	0.01%
13,855 Hikma Pharmaceuticals PLC	211,012	0.14%
3,160 Hill & Smith Holdings PLC	70,310	0.05%
13,970 Hiscox Ltd	208,572	0.14%
12,010 Hochschild Mining PLC	81,608	0.05%
22,650 Howden Joinery Group PLC	190,147	0.13%
1,094,190 HSBC Holdings PLC	14,018,762	9.40%
18,460 Ibstock PLC	23,629	0.02%
19,050 IG Group Holdings PLC	257,937	0.17%
5,240 IMI PLC	145,043	0.10%
67,675 Imperial Brands PLC	2,053,260	1.38%
25,100 Inchcape PLC	205,444	0.14%
52,140 Informa PLC	459,041	0.31%
18,250 Integrafin Holding	64,970	0.04%
3,435 InterContinental Hotels Group PLC	339,446	0.23%
19,870 Intermediate Capital Group PLC	359,846	0.24%
170,645 International Consolidated Airlines Group SA	712,272	0.48%
8,980 Intertek Group PLC	402,484	0.27%
84,350 Investec PLC	512,426	0.34%
336,425 ITV PLC	269,476	0.18%
2,940 J D Wetherspoon PLC	19,860	0.01%
160,390 J Sainsbury PLC	513,569	0.34%
87,660 JD Sports Fashion PLC	72,600	0.05%
4,090 Jet2 PLC	50,961	0.03%
47,330 Johnson Matthey PLC	1,098,056	0.74%
20,860 Johnson Service Group PLC	29,371	0.02%
3,120 JTC PLC	40,310	0.03%
27,760 Jupiter Fund Management PLC	52,355	0.04%
5,610 Kainos Group PLC	50,883	0.03%
3,340 Keller Group PLC	59,920	0.04%
22,830 Kier Group PLC	51,253	0.03%
104,780 Kingfisher PLC	350,175	0.23%
47,420 Lancashire Holdings Ltd	289,262	0.19%
724,110 Legal & General Group PLC	1,919,616	1.29%
3,775,540 Lloyds Banking Group PLC	4,073,808	2.73%

PORTFOLIO SUMMARY (Continued)

As at 31 January 2026		
Holding Investment	Market value £	% of total net assets
13,435 London Stock Exchange Group PLC	1,099,789	0.74%
267,900 M&G PLC	829,418	0.56%
27,115 Magnum Ice Cream Company NV	352,766	0.24%
104,670 Man Group PLC	277,166	0.19%
63,580 Marks and Spencer Group PLC	233,720	0.16%
28,620 Melrose Industries PLC	179,333	0.12%
57,720 Mitie Group PLC	96,739	0.06%
35,045 Mondi PLC	298,583	0.20%
59,370 Mony Group PLC	110,903	0.07%
11,030 Moonpig Group PLC	23,825	0.02%
2,140 Morgan Sindall Group PLC	106,358	0.07%
319,000 National Grid PLC	3,939,650	2.64%
642,680 Natwest Group PLC	4,266,110	2.86%
3,840 Next PLC	507,456	0.34%
86,240 Ninety One PLC	220,602	0.15%
30,620 OSB Group PLC	187,548	0.13%
1,090 Oxford Instruments PLC	27,577	0.02%
30,530 Pagegroup PLC	61,976	0.04%
108,815 Pan African Resources PLC	149,294	0.10%
16,450 Paragon Banking Group PLC	146,652	0.10%
27,610 Pearson PLC	265,553	0.18%
41,030 Pennon Group PLC	228,127	0.15%
23,010 Persimmon PLC	325,822	0.22%
37,450 Pets at Home Group PLC	77,821	0.05%
116,890 Phoenix Group Holdings	863,233	0.58%
22,880 Premier Foods PLC	43,106	0.03%
74,435 Prudential PLC	896,197	0.60%
19,440 Qinetiq Group PLC	97,880	0.07%
83,170 Quilter PLC	162,015	0.11%
7,710 Rathbones Group PLC	170,006	0.11%
36,860 Reckitt Benckiser Group PLC	2,240,351	1.50%
65,550 Relx PLC	1,702,334	1.14%
2,810 Renew Holdings PLC	26,526	0.02%
2,770 Renishaw PLC	104,152	0.07%
77,530 Rentokil Initial PLC	351,366	0.24%
23,510 Rightmove PLC	116,727	0.08%
123,860 Rio Tinto PLC	8,371,697	5.62%
125,800 Rolls-Royce Holdings PLC	1,525,954	1.02%
9,420 Rosebank Industries PLC	32,216	0.02%
34,580 Rotork PLC	122,621	0.08%
27,410 RS Group PLC	180,495	0.12%
33,100 Sage Group PLC	320,673	0.22%
7,800 Savills PLC	83,772	0.06%
128,470 Schroders PLC	575,289	0.39%
11,160 Senior PLC	27,454	0.02%
27,450 Serco Group PLC	83,723	0.06%
21,050 Severn Trent PLC	618,239	0.41%
348,810 Shell plc	9,742,263	6.54%
10,380 Sigmaroc PLC	14,781	0.01%
138,310 Sirius Real Estate Ltd	137,688	0.09%
34,470 Smith & Nephew PLC	429,669	0.29%
10,570 Smiths Group PLC	266,787	0.18%
11,450 Softcat PLC	162,590	0.11%
2,990 Spirax Group PLC	218,420	0.15%
60,515 SSE PLC	1,469,304	0.99%
34,080 SSP Group PLC	61,889	0.04%
10,260 St. James's Place PLC	155,849	0.10%
73,170 Standard Chartered PLC	1,365,352	0.92%
36,330 Tate & Lyle PLC	137,545	0.09%

PORTFOLIO SUMMARY (Continued)

As at 31 January 2026		
Holding Investment	Market value £	% of total net assets
442,300 Taylor Wimpey PLC	473,703	0.32%
5,780 TBC Bank Group PLC	246,806	0.17%
9,910 Telecom Plus PLC	132,001	0.09%
342,675 Tesco PLC	1,450,886	0.97%
76,160 TP ICAP PLC	193,066	0.13%
7,700 Travis Perkins PLC	48,395	0.03%
117,460 Unilever PLC	5,745,556	3.85%
47,310 United Utilities Group PLC	590,429	0.40%
12,870 Victrex PLC	84,813	0.06%
13,400 Vistry Group PLC	88,654	0.06%
1,500,030 Vodafone Group PLC	1,597,532	1.07%
3,020 Volex PLC	13,348	0.01%
5,310 Volution Group PLC	34,196	0.02%
6,550 Weir Group PLC	212,351	0.14%
9,960 WH Smith PLC	67,479	0.05%
9,965 Whitbread PLC	268,856	0.18%
17,640 Wickes Group plc	40,043	0.03%
83,880 WPP PLC	252,814	0.17%
11710 XPS Pensions Group PLC	40,575	0.03%
38,975 Zegona Communications PLC	619,703	0.42%
25,560 ZIGUP PLC	98,662	0.07%
Total Equities	142,960,135	95.90%
Investment trusts (31.01.2025: 0.85%)		
41,895 3i Group PLC	1,411,024	0.95%
	1,411,024	0.95%
REIT (31.01.2025: 2.56%)		
14,630 Big Yellow Group PLC	149,810	0.10%
90,980 British Land Company PLC	377,202	0.25%
8,060 Derwent London PLC	155,800	0.10%
58,580 Grainger PLC	113,761	0.08%
14,390 Great Portland Estates PLC	53,242	0.04%
44,350 Hammerson PLC	158,330	0.11%
76,120 Land Securities Group PLC	496,301	0.33%
240,180 Londonmetric Property PLC	484,682	0.33%
286,625 Primary Health Properties PLC	297,230	0.20%
15,370 Safestore Holdings PLC	126,955	0.09%
93,300 SEGRO PLC	713,185	0.48%
84,190 Shaftesbury Capital PLC	121,655	0.08%
140,380 Supermarket Income REIT PLC	116,796	0.08%
58,930 Target Healthcare REIT Ltd	61,523	0.04%
227,280 Tritax Big Box REIT PLC	377,058	0.25%
49,850 Unite Group PLC	284,394	0.19%
21,520 Workspace Group PLC	90,707	0.06%
	4,178,631	2.80%
Portfolio of investments (31.01.2025: 98.68%)	148,549,790	99.65%
Net other assets (31.01.2025: 1.32%)	521,284	0.35%
	149,071,074	100.00%

*holding suspended

SUMMARY OF MATERIAL PORTFOLIO CHANGES

	£
Total purchases for the year (note 14)	97,532,630
HSBC Holdings PLC	7,746,669
Shell plc	6,609,658
British American Tobacco PLC	5,946,015
Unilever PLC	4,411,765
Rio Tinto PLC	4,235,858
AstraZeneca PLC	4,121,049
BP PLC	4,105,110
GSK PLC	2,711,847
Natwest Group PLC	2,680,972
Diageo PLC	2,425,743
Various other purchases	52,537,944

	£
Total sales for the year (note 14)	19,869,723
HSBC Holdings PLC	2,498,001
British American Tobacco PLC	2,244,406
AstraZeneca PLC	1,389,881
Shell plc	1,308,918
Glencore PLC	989,356
Rio Tinto PLC	899,834
BP PLC	729,552
GSK PLC	657,565
Lloyds Banking Group PLC	560,286
Natwest Group PLC	479,939
Various other sales	8,111,985

The above transactions represent all the purchases and sales during the year.

STATEMENT OF TOTAL RETURN

For the year ended 31 January

		2026	2025
	Notes	£	£
Income			
Net capital gains	2	20,611,497	6,147,796
Revenue	3	3,151,272	2,533,561
Expenses	4	(663,385)	(472,679)
Interest payable and similar charges	6	(200)	(237)
Net revenue before taxation		2,487,687	2,060,645
Taxation	5	(1,014)	(2,866)
Net revenue after taxation		2,486,673	2,057,779
Total return before distributions		23,098,170	8,205,575
Finance costs: distributions	6	(3,058,566)	(2,455,678)
Changes in net assets attributable to shareholders from investment activities		20,039,604	5,749,897

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31 January

	2026	2025
	£	£
Opening net assets attributable to shareholders	51,499,059	47,354,499
Amounts receivable on creation of shares	99,287,319	30,219,291
Amounts payable on cancellation of shares	(24,474,335)	(33,907,797)
Accumulation dividends retained	2,719,427	2,077,958
Dilution levies*	-	5,211
Changes in net assets attributable to shareholders from investment activities (see above)	20,039,604	5,749,897
Closing net assets attributable to shareholders	149,071,074	51,499,059

*Moved from dilution lvy to dilution adjustment

BALANCE SHEET

As at		31.01.2026		31.01.2025	
	Notes	£	£	£	£
Assets					
Investment assets			148,549,790		50,821,831
Current assets					
Debtors	7	1,193,142		507,502	
Cash and bank balances	8	741,253		521,089	
Total current assets			1,934,395		1,028,591
Total assets			150,484,185		51,850,422
Current Liabilities					
Creditors	9	(1,374,738)		(281,765)	
Distribution payable on income shares		(38,373)		(69,598)	
Total current liabilities			(1,413,111)		(351,363)
Net assets attributable to shareholders			149,071,074		51,499,059

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 January 2026

1 Accounting policies

The Company's financial statements have been prepared in accordance with the policies noted on page 7.

2 Net capital gains

	2026	2025
	£	£
The net capital gains comprise:		
Non-derivative securities gains	20,657,875	6,174,168
Transaction charges (custodian)	(36,795)	(26,351)
Currency (losses)	(9,582)	(21)
Total net capital gains	20,611,498	6,147,796

3 Revenue

	2026	2025
	£	£
Non-taxable dividends	2,984,858	2,412,229
Property income distributions (PID)	86,050	31,848
Sponsors rebate	57,475	67,025
Bank interest	22,889	22,459
Total revenue	3,151,272	2,533,561

4 Expenses

	2026	2025
	£	£
Payable to the Authorised Fund Manager, associates of the Authorised Fund Manager, and agents of either of them:		
Annual management charge	587,986	409,233
Payable to the depositary, associates of the depositary, and agents of either of them:		
Depositary fee	28,397	19,286
Safe custody fee	2,801	2,084
	31,198	21,370
Other expenses:		
Audit fee	3,599	3,309
Legal fees	1,200	6,021
Other expenses	39,402	32,746
	44,201	352,780
Total expenses	663,385	472,679

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 Taxation	2026	2025
	£	£
(a) Analysis of charge in the year		
Overseas withholding tax	1,014	2,866
Total tax charge for the year (note 5b)	1,014	2,866
(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 Sub-fund 20.00% (2025: 20.00%)		
The differences are explained below:		
Net revenue before UK corporation tax	2,487,687	2,060,645
Corporation tax at 20.00% (2025: 20.00%)	497,537	412,129
<u>Effects of:</u>		
Revenue not subject to UK corporation tax	(596,971)	(482,445)
Current year expenses not utilised	99,434	70,316
Overseas withholding tax	1,014	2,866
Total tax charge for the year (note 5a)	1,014	2,866
(c) Provision for deferred taxation		
At 31 January 2026 there is a potential deferred tax asset of £362,167 (31 January 2025: £262,733) in relation to surplus management expenses.		
6 Finance costs	2026	2025
	£	£
Interim dividend distributions	3,140,925	2,080,584
Final dividend distribution	71,815	382,050
	3,212,740	2,462,634
Add: Revenue deducted on cancellation of shares	33,627	54,302
Deduct: Revenue received on issue of shares	(187,801)	(61,258)
Net distribution for the year	3,058,566	2,455,678
Interest payable and similar charges	200	237
Total finance costs	3,058,766	2,455,915
Reconciliation of distributions		
Net revenue after taxation	2,486,673	2,057,779
Expenses paid from capital (less sponsors rebate)	605,910	405,654
Relief on expenses allocated to capital	(21,748)	(10,814)
Balance brought forward	(10,814)	(7,755)
Balance carried forward	(1,455)	10,814
Net distribution for the year	3,058,566	2,455,678

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7 Debtors	31.01.2026	31.01.2025
	£	£
Amounts receivable on creation of shares	735,897	247,272
Amounts receivable for unsettled trades	223,382	147,737
Accrued revenue:		
Non-taxable dividends receivable	221,027	110,774
Property income distributions receivable	5,967	1,615
Bank interest receivable	2,829	-
Withholding tax recoverable receivable	4,040	-
Prepayments	-	104
Total debtors	<u>1,193,142</u>	<u>507,502</u>
8 Cash and bank balances	31.01.2026	31.01.2025
	£	£
Cash and bank balances	<u>741,253</u>	<u>521,089</u>
9 Creditors	31.01.2026	31.01.2025
	£	£
Amounts payable on cancellation of shares	924,281	194,292
Amounts payable for unsettled trades	180,739	-
Payable to the AFM, associates of the AFM and agents of either of them:		
Annual management charge	226,846	9,235
Payable to the depositary, associates of the depositary, and agents of either of them:		
Depositary fee	4,115	1,554
Safe custody and other custodian charges	<u>28,140</u>	<u>19,379</u>
	32,255	20,933
Other expenses:		
Audit fee	3,338	3,158
Other accrued expenses	<u>7,279</u>	<u>54,147</u>
Total creditors	<u>1,374,738</u>	<u>281,765</u>

10 Risk management

In pursuing its investment objective as stated on page 8, 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 AFM's policies for managing these risks are summarised below. These policies have been applied throughout the year.

10 Risk management (Continued)**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 AFM in pursuance of the investment objective and policy as set out in the Prospectus.

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 31 January 2026 would have increased/decreased by £14,854,979 (31 January 2025: £5,082,183).

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 had no significant exposure to foreign currency during the year.

Interest rate risk

Interest rate risk is the risk to portfolio value due to changes in interest rates. The magnitude of the exposure from an adverse change in interest rates depends on the sensitivity of the instrument to changes in interest rates as well as the absolute change in interest rates. In general, values of long-term instruments are more sensitive to interest rate changes than the values of short-term instruments.

The Company takes on interest rate risk when the investment manager believes the expected returns compensate for the risk, limited by the investment objective, policy and any prospectus rules. The investment manager monitors the level of interest rate risk in the Company on a regular basis. In addition any cash deposits in the Company are linked to SONIA, ensuring interest income increases as interest rates increase.

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

	31.01.2026	31.01.2025
	£	£
Financial assets floating rate	741,253	521,089
Financial assets interest bearing instruments	-	-
Financial assets non-interest bearing instruments	149,742,932	51,329,333
Financial liabilities non-interest bearing instruments	(1,413,111)	(351,363)
Financial liabilities floating rate	-	-
	149,071,074	51,499,059

At 31 January 2026, if interest rates increased or decreased by 0.25%, with all other variables remaining constant, then the net assets attributable to shareholders of the Company would increase or decrease by approximately £1,853 (31 January 2025: £1,303).

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 AFM 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.

10 Risk management (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:

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

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

Level 3: Valuation techniques using unobservable inputs.

Valuation Technique	31.01.2026		31.01.2025	
	Assets £000's	Liabilities £000's	Assets £000's	Liabilities £000's
Level 1: Unadjusted quoted price in an active market for an identical instrument	148,550	-	50,822	-
Level 3: Valuation techniques using unobservable inputs.	-	-	-	-
Total	148,550	-	50,822	-

The EVRAZ plc investment is fair valued at nil at the year-end. The FTSE 100 index stock was been suspended after the Government placed the company's largest investor, Roman Abramovich, on the UK sanctions list. The Financial Conduct Authority (FCA) said it had paused trading of the London-listed stock "to protect investors" while it sought to clarify how sanctions will impact the FTSE 100 company, the AFM Fair Value Pricing Committee decided that that a fair value of zero was appropriate.

11 Shares held

	Class X	
	Income	Accumulation
Opening Shares at 01.02.2025	10,035,742	20,136,392
Shares issued during the year	9,247,357	38,486,708
Shares cancelled during the year	(3,522,693)	(8,960,220)
Shares converted during the year	-	-
Closing Shares as at 31.01.2026	15,760,406	49,662,880

12 Contingent assets and liabilities

At 31 January 2026, the Sub-fund had no contingent liabilities or commitments

13 Post balance sheet events

As indicated in the accounting policies in page 7, the investments have been valued at the closing valuation point on 31 January 2026. Since that date, the Sub-fund's quoted price has moved as follows for each share class:

Share class	Price as at 31 January 2026	Price as at 22 May 2026
Class X Net Income	120.2176p	124.1321p
Class X Accumulation	262.1076p	274.6154p

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14 Direct transaction costs

	2026	% of total	2025	% of total
Analysis of total purchase costs	£	purchases	£	purchases
Purchases in the year before transaction costs	97,027,766		28,230,254	
Commissions	40,246	0.04%	9,850	0.03%
Taxes and levies	464,618	0.48%	130,790	0.46%
Total purchase costs	504,864	0.52%	140,640	0.50%
Total purchases including transaction costs	97,532,630		28,370,894	
Analysis of total sale costs				
	£	% of total sales	£	% of total sales
Sales in the year before transaction costs	19,876,123		30,376,845	
Commissions	(6,001)	(0.03%)	(9,881)	(0.03%)
Taxes and levies	(399)	(0.00%)	(720)	(0.00%)
Total sale costs	(6,400)	(0.03%)	(10,601)	(0.03%)
Total sales net of transaction costs	19,869,723		30,366,244	

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:

	2026	% of average	2025	% of average
	£	net asset value	£	net asset value
Commissions	46,247	0.06%	19,731	0.04%
Taxes and levies	465,017	0.56%	131,510	0.25%
	511,264	0.62%	151,241	0.29%

15 Portfolio Dealing Spread

The average portfolio dealing spread at 31 January 2026 is 0.06% (31 January 2025: 0.06%).

16 Related Party transactions

Valu-Trac Investment Management Limited, as AFM is a related party due to its ability to act in respect of the operations of the Sub-fund.

Amounts paid to the AFM and its associates are disclosed in note 4. The amounts due to the AFM and its associates at the balance sheet date are disclosed in note 9. Amounts received from the AFM and its associates are disclosed in note 3. Amounts due from the AFM and its associates at the balance sheet date are disclosed in note 7.

DISTRIBUTION TABLES

Month 1 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 February 2025

Group 2: Shares purchased on or after 01 February 2025 and on or before 28 February 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
30/04/2025	Group 1	X Net Income	0.3827p	-	0.3827p	0.3780p
30/04/2025	Group 2	X Net Income	0.2234p	0.1593p	0.3827p	0.3780p
30/04/2025	Group 1	X Net Accumulation	0.7993p	-	0.7993p	0.7529p
30/04/2025	Group 2	X Net Accumulation	0.5319p	0.2675p	0.7993p	0.7529p

Month 2 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 March 2025

Group 2: Shares purchased on or after 01 March 2025 and on or before 31 March 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
30/05/2025	Group 1	X Net Income	0.8248p	-	0.8248p	0.8713p
30/05/2025	Group 2	X Net Income	0.3879p	0.4369p	0.8248p	0.8713p
30/05/2025	Group 1	X Net Accumulation	1.7293p	-	1.7293p	1.7427p
30/05/2025	Group 2	X Net Accumulation	0.6462p	1.0831p	1.7293p	1.7427p

Month 3 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 April 2025

Group 2: Shares purchased on or after 01 April 2025 and on or before 30 April 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
28/06/2025	Group 1	X Net Income	0.4442p	-	0.4442p	0.3823p
28/06/2025	Group 2	X Net Income	0.1051p	0.3390p	0.4442p	0.3823p
28/06/2025	Group 1	X Net Accumulation	0.9391p	-	0.9391p	0.7720p
28/06/2025	Group 2	X Net Accumulation	0.1703p	0.7688p	0.9391p	0.7720p

Month 4 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 May 2025

Group 2: Shares purchased on or after 01 May 2025 and on or before 30 May 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
31/07/2025	Group 1	X Net Income	0.5607p	-	0.5607p	0.4681p
31/07/2025	Group 2	X Net Income	0.3244p	0.2363p	0.5607p	0.4681p
31/07/2025	Group 1	X Net Accumulation	1.1908p	-	1.1908p	0.9491p
31/07/2025	Group 2	X Net Accumulation	0.9010p	0.2898p	1.1908p	0.9491p

Month 5 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 June 2025

Group 2: Shares purchased on or after 01 June 2025 and on or before 30 June 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
29/08/2025	Group 1	X Net Income	0.2695p	-	0.2695p	0.4243p
29/08/2025	Group 2	X Net Income	0.1277p	0.1418p	0.2695p	0.4243p
29/08/2025	Group 2	X Net Accumulation	0.5756p	-	0.5756p	0.8642p
29/08/2025	Group 2	X Net Accumulation	0.3160p	0.2596p	0.5756p	0.8642p

VT MUNRO FUNDS - VT MUNRO UK EQUITY INCOME FUND

For the year ended 31 January 2026

DISTRIBUTION TABLES (Continued)**Month 6 Interim Distribution in pence per share**

Group 1: Shares purchased prior to 01 July 2025

Group 2: Shares purchased on or after 01 July 2025 and on or before 31 July 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
30/09/2025	Group 1	X Net Income	0.0856p	-	0.0856p	0.0551p
30/09/2025	Group 2	X Net Income	0.0708p	0.0148p	0.0856p	0.0551p
30/09/2025	Group 2	X Net Accumulation	0.1832p	-	0.1832p	0.1127p
30/09/2025	Group 2	X Net Accumulation	0.1554p	0.0278p	0.1832p	0.1127p

Month 7 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 August 2025

Group 2: Shares purchased on or after 01 August 2025 and on or before 29 August 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
31/10/2025	Group 1	X Net Income	0.8079p	-	0.8079p	0.8030p
31/10/2025	Group 2	X Net Income	0.4052p	0.4027p	0.8079p	0.8030p
31/10/2025	Group 2	X Net Accumulation	1.7314p	-	1.7314p	1.6445p
31/10/2025	Group 2	X Net Accumulation	0.7005p	1.0309p	1.7314p	1.6445p

Month 8 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 September 2025

Group 2: Shares purchased on or after 01 September 2025 and on or before 30 September 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
28/11/2025	Group 1	X Net Income	0.1154p	-	0.1154p	0.2327p
28/11/2025	Group 2	X Net Income	0.0409p	0.0745p	0.1154p	0.2327p
28/11/2025	Group 2	X Net Accumulation	0.2493p	-	0.2493p	0.4807p
28/11/2025	Group 2	X Net Accumulation	0.1272p	0.1221p	0.2493p	0.4807p

Month 9 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 October 2025

Group 2: Shares purchased on or after 01 October 2025 and on or before 31 October 2025

Payment Date	Unit Type	Share Class	Net Revenue 2025	Equalisation 2025	Distribution 2025	Distribution 2024
31/12/2025	Group 1	X Net Income	0.2565p	-	0.2565p	0.1281p
31/12/2025	Group 2	X Net Income	0.0286p	0.2279p	0.2565p	0.1281p
31/12/2025	Group 2	X Net Accumulation	0.5545p	-	0.5545p	0.2652p
31/12/2025	Group 2	X Net Accumulation	0.0702p	0.4843p	0.5545p	0.2652p

Month 10 Interim Distribution in pence per share

Group 1: Shares purchased prior to 01 November 2025

Group 2: Shares purchased on or after 01 November 2025 and on or before 28 November 2025

Payment Date	Unit Type	Share Class	Net Revenue 2026	Equalisation 2026	Distribution 2026	Distribution 2025
30/01/2026	Group 1	X Net Income	0.4799p	-	0.4799p	0.4745p
30/01/2026	Group 2	X Net Income	0.0961p	0.3839p	0.4799p	0.4745p
30/01/2026	Group 2	X Net Accumulation	1.0400p	-	1.0400p	0.9837p
30/01/2026	Group 2	X Net Accumulation	0.3535p	0.6865p	1.0400p	0.9837p

DISTRIBUTION TABLES (Continued)**Month 11 Interim Distribution in pence per share**

Group 1: Shares purchased prior to 01 December 2025

Group 2: Shares purchased on or after 01 December 2025 and on or before 31 December 2025

Payment Date	Unit Type	Share Class	Net Revenue 2026	Equalisation 2026	Distribution 2026	Distribution 2025
29/02/2026	Group 1	X Net Income	0.1818p	-	0.1818p	0.1825p
29/02/2026	Group 2	X Net Income	0.1374p	0.0444p	0.1818p	0.1825p
29/02/2026	Group 2	X Net Accumulation	0.3955p	-	0.3955p	0.3803p
29/02/2026	Group 2	X Net Accumulation	0.2608p	0.1347p	0.3955p	0.3803p

Month 12 Final Distribution in pence per share

Group 1: Shares purchased prior to 01 January 2026

Group 2: Shares purchased on or after 01 January 2026 and on or before 30 January 2026

Payment Date	Unit Type	Share Class	Net Revenue 2026	Equalisation 2026	Distribution 2026	Distribution 2025
28/03/2026	Group 1	X Net Income	0.0556p	-	0.0556p	0.0451p
28/03/2026	Group 2	X Net Income	0.0181p	0.0375p	0.0556p	0.0451p
28/03/2026	Group 2	X Net Accumulation	0.1270p	-	0.1270p	0.0942p
28/03/2026	Group 2	X Net Accumulation	0.0555p	0.0715p	0.1270p	0.0942p

INFORMATION FOR INVESTORS

Individual shareholders

Income tax: Tax-free annual dividend allowance now standing at £500 (2025/26). UK resident shareholders are now subject to new, higher rates of tax on dividend income in excess of the annual allowance. UK resident shareholders are subject to tax on dividend income in excess of the annual allowance.

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. However, the first £3,000 (2025/26) 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.

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 a rate of 20% 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 AFM and Registrar. Valu-Trac Investment Management Limited will receive requests for the purchase or sale of shares at any time during 9am to 5pm. Instructions may be given by email to the below email address or by sending an application form to the Registrar. Application forms are available from the Registrar. (E-mail: investorservices@valu-trac.com).

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 AFM 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 AFM will return any money sent, or the balance of such monies, at the risk of the applicant. In addition the AFM may reject any application previously accepted in circumstances where the applicant has paid by cheque and that cheque subsequently fails to be cleared.

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.

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 AFM of a request for redemption. The AFM may at its discretion accept subscriptions lower than the minimum amount.

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

Assessment of Value

The AFM conducts an assessment of value for the Company each year. The assessment of value reports are available on the AFM's website.

Task Force on Climate-related Financial Disclosures ("TCFD") reports

The AFM is required to prepare and publish a product TCFD report for each Sub-fund along with an entity level TCFD report. The latest reports can be obtained from https://www.valu-trac.com/administration-services/tcfd_reports.

INFORMATION FOR INVESTORS (continued)

Remuneration

The AFM is subject to a remuneration policy which meets the requirements of the Undertakings for Collective Investment in Transferable Securities Directive (UCITS) as set out in SYSC 19E of the FCA Handbook.

The policy is designed to ensure practices for employee remuneration are consistent with, and promote, sound and effective risk management. It does not encourage risk-taking which is inconsistent with the risk profiles, rules or instrument of incorporation of the funds managed, and does not impair the AFM compliance with its duty to act in the best interests of the funds it manages.

The AFM has reviewed the Remuneration Policy and its application in the last year which has resulted in no material changes to the policy or irregularities to process.

The AFM is required to disclose the total remuneration it pays to its staff during the financial year, split into fixed and variable remuneration, with separate aggregate disclosure for staff whose actions may have a material impact to the risk profile of a fund or the AFM itself. This includes executives, senior risk and compliance staff and certain senior managers.

Date: 28 May 2025	Number of staff	Fixed remuneration	Variable remuneration
Senior Management and members of the governing body	8	£962,169	-
Other material risk takers	8	£839,162	-
All other staff	123	£4,848,723	-
Total	139	£6,650,054	-
Total severance payments		-	-

Further information is available in the AFM's Remuneration Policy document which can be obtained from www.valu-trac.com. A paper copy of the remuneration policy is available on request from the registered office of the Authorised Fund Manager free of charge.

CORPORATE DIRECTORY

Authorised Fund Manager & Registrar	Valu-Trac Investment Management Limited Orton Fochabers Moray IV32 7QE Telephone: 01343 880344 Fax: 01343 880267 Email: investorservices@valu-trac.com Authorised and regulated by the Financial Conduct Authority Registered in England No 2428648
Director	Valu-Trac Investment Management Limited as AFM
Fund Sponsor	Elton Consulting Limited 1 King William Street London EC4N 7AF
Depositary to 14 May 2026	NatWest Trustee and Depositary Services Limited House A Floor 0, 175 Glasgow Road Gogarburn Edinburgh EH12 1HQ Authorised and regulated by the Financial Conduct Authority
Depositary from 15 May 2026	The Bank of New York Mellon (International) Limited 160 Queen Victoria Street London EC4V 4LA Authorised and regulated by the Financial Conduct Authority
Auditor	FKF Accounting Limited Metropolitan House, 31-33 High Street Inverness IV1 1HT