

SVS Church House UK Managed Growth Fund

Interim Report

for the six months ended 30 September 2017

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SVS Church House UK Managed Growth Fund Report of the Manager

St Vincent St Fund Administration (trading name of Smith & Williamson Fund Administration Limited), as Manager, presents herewith the Interim Report ("the Report") for SVS Church House UK Managed Growth Fund for the six months ended 30 September 2017.

SVS Church House UK Managed Growth Fund ("the Trust" or "the Fund") is an authorised unit trust scheme further to an authorisation order dated 10 May 2000 and is a UCITS scheme complying with the investment and borrowing powers rules in the Collective Investment Schemes sourcebook ("COLL"), published by the Financial Conduct Authority ("FCA").

The Manager 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 Fund consist predominantly of securities which are readily realisable and, accordingly, the Fund 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 judgements and estimates, have been used in the preparation of these accounts and applicable accounting standards have been followed.

The base currency of the Trust is UK sterling.

The Trust deed can be inspected at the offices of the Manager.

Copies of the Prospectus and Key Investor Information Document ("KIID") are available free of charge from the Manager.

Investment objective and policy

The objective of the Fund is to provide investors with medium to long-term capital growth through an investment in a portfolio of UK equities. The Fund also seeks to manage growth with the option of investing a proportion of the portfolio in fixed interest securities, preference shares, listed investment funds and overseas securities.

Changes affecting the Fund in the period

There were no fundamental or significant changes to the Fund in the period.

Further information in relation to the Fund is illustrated on pages 16.

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes sourcebook, we hereby certify the Interim Report on behalf of the Manager, Smith & Williamson Fund Administration Limited.

B. McLean

J. Gordon

Director

Smith & Williamson Fund Administration Limited

30 November 2017

Accounting policies of SVS Church House UK Managed Growth Fund (unaudited)
for the six months ended 30 September 2017

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments. They have been prepared in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102") and in accordance with the Statement of Recommended Practice for UK Authorised Funds ("the SORP") issued by The Investment Association in May 2014.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2017 and are described in those annual financial statements.

As described in the Manager's report, the Manager continues to adopt the going concern basis in the preparation of the accounts.

SVS Church House UK Managed Growth Fund Investment Adviser's report

Investment performance

| Capital performance* over: | Six months to 30.09.17 | Three years to 30.09.17 | Five years to 30.09.17 |
|---|---------------------------|----------------------------|---------------------------|
| SVS Church House UK Managed Growth Fund | 2.4% | 22.7% | 57.5% |

* Percentage change in bid price of income units to 12pm on 30 September 2017.

Source: Bloomberg, Smith & Williamson.

Investment activities

Sterling's gains vs the US dollar weighed on the SVS Church House UK Managed Growth portfolio somewhat over the six months. A large proportion of the earnings of many of the companies in the Fund's portfolio arises in US dollars and, of course, there are seven US-listed holdings. The biases in the portfolio vs the UK market have not changed significantly. We hold less in the resources sectors (oil production and services, mining companies, etc.) than the overall market (in the terminology, we are under-weight). We hold no utility or telecommunications companies. The most notable over-weight areas are in the pharmaceutical & healthcare companies and technology. We consider these two to be important areas for investment internationally, but they are poorly represented in the London market. Hence the international holdings in these areas: Roche Holding, Johnson & Johnson, BB Healthcare Trust in the former, Microsoft and Alphabet 'A' in the latter.

Here are the top fifteen holdings by value at the end of the period. Clinigen Group appears in the list after a period of strong performance, they are in the process of taking over Quantum Pharma, which appears likely to complete in the first few weeks of November. Rio Tinto moves up the list and BHP Billiton reappears, as we topped-up both holdings in August. Barclays has dropped out of the list following more dull performance, while Schroders makes an appearance after good performance and a small addition to the holding. Eco Animal Health Group appears in the list for the first time despite a small reduction in the holding at the end of June. Eco has had a strong run over the past year as sales of its animal antibiotic, Aivlosin, continue to grow rapidly.

Top 15 Holdings 30 September 2017

| | |
|-------------------------|------|
| Halma | 3.0% |
| HSBC Holdings | 2.9% |
| BP | 2.8% |
| RELX | 2.8% |
| Unilever | 2.8% |
| Clinigen Group | 2.7% |
| Microsoft | 2.7% |
| Smith & Nephew | 2.6% |
| Rio Tinto | 2.5% |
| Eco Animal Health Group | 2.4% |
| Prudential | 2.4% |
| BHP Billiton | 2.4% |
| Schroders | 2.4% |
| Reckitt Benckiser Group | 2.4% |
| Royal Dutch Shell 'B' | 2.4% |

Investment Adviser's report (continued)

Investment activities (continued)

Further down the scale, we sold out of our holding in AA, which had been disappointing, but the trigger for us was serious management problems revealed at the beginning of August. In the oil production & services sector, we decided not to take up our rights to new shares in Tullow Oil; we sold the 'nil-paid' rights themselves when they traded to a significant premium, switching into existing equity, a more satisfactory outcome. We switched around some of the smaller pharmaceutical holdings. Sensible was the sale of the complete holding in Vectura Group (which appeared to be vulnerable to disappointment over a generic version of a Glaxo drug, Advair); also sensible was the purchase of BTG, a larger group whose shares had been unnecessarily depressed. Not so astute was the opening of a position in Hikma Pharmaceuticals, also interested in generic Advair. This was subsequently sold.

Investment strategy and outlook

The political and geo-political risk background doesn't get any easier, if anything, it seems to be getting worse. North Korean belligerence and President Trump's response to it are centre stage, now we have the unfortunate decision not to 're-certify' the Iran nuclear treaty. Domestic politics has not been encouraging to watch, while Europe has seen Chancellor Merkel's power diminished, a constitutional crisis developing in Spain and another brewing in Italy (not to mention Brexit, which is a problem for them too).

Stock markets have, largely, remained calm, notably in America which has continued to reach new high levels. Our market has not made any progress over the past six months; beside the political risks, it has been uncertain about the rise in sterling. We suspect that markets will continue to shake-off worries over North Korea as long as China and America appear to be cooperating and there is no actual military action.

The UK economy has slowed and this may persist for a few months, but the rest of the world is showing buoyant growth and, barring a complete political melt-down, this should lift us as we move into next year. Unfortunately, inflation is still picking up at a time when wage growth is stuck around 2%, a rotten mix and one that leads (understandably) to social unrest, not to mention the risk of Messrs Corbyn and McDonnell. The Bank of England appears likely to raise rates (slightly) before the end of the year, the European Central Bank is talking about tapering its programme. Time to get out of first gear, emergency funding should be for crises only, not a permanent life support system.

Church House Investments Limited
14 November 2017

Portfolio changes

for the six months ended 30 September 2017

| | Cost | | Proceeds |
|-------------------------|-----------|-------------------------|----------|
| Purchases | £ | Sales | £ |
| BB Healthcare Trust | 1,233,100 | Vectura Group | 765,365 |
| BTG | 792,739 | AA | 743,688 |
| Land Securities Group | 715,727 | Greene King | 622,911 |
| Hikma Pharmaceuticals | 655,923 | Hikma Pharmaceuticals | 416,367 |
| Shire | 580,785 | Johnson & Johnson | 298,915 |
| Craneware | 265,531 | Eco Animal Health Group | 155,313 |
| Investor | 255,469 | Tullow Oil | 131,486 |
| Rio Tinto | 196,076 | | |
| Diageo | 186,260 | | |
| Imperial Brands | 183,036 | | |
| Schroders | 169,777 | | |
| Reckitt Benckiser Group | 147,832 | | |
| Berkeley Group Holdings | 134,932 | | |
| Tullow Oil | 114,522 | | |
| Prudential | 91,062 | | |
| BHP Billiton | 67,699 | | |

The above represents the total purchases and the total sales in the period to reflect a clearer picture of the investment activities.

Portfolio statement
as at 30 September 2017

| | Nominal value or holding | Market value £ | % of total net assets |
|---|--------------------------------|----------------------|--------------------------|
| Investment | | | |
| Equities 92.30% (91.39%) | | | |
| Equities - United Kingdom 69.97% (68.12%) | | | |
| Equities - incorporated in the United Kingdom 69.07% (68.12%) | | | |
| Oil & Gas 7.59% (8.05%) | | | |
| BP | 370,000 | 1,766,010 | 2.81 |
| John Wood Group | 140,000 | 952,000 | 1.52 |
| Royal Dutch Shell 'B' | 65,000 | 1,491,100 | 2.37 |
| Tullow Oil | 300,000 | 557,400 | 0.89 |
| | | <u>4,766,510</u> | <u>7.59</u> |
| Basic Resources 4.95% (4.46%) | | | |
| BHP Billiton | 115,000 | 1,511,675 | 2.41 |
| Rio Tinto | 46,000 | 1,597,580 | 2.54 |
| | | <u>3,109,255</u> | <u>4.95</u> |
| Industrial Goods & Services 9.50% (10.98%) | | | |
| Babcock International Group | 95,000 | 786,125 | 1.25 |
| Diploma | 125,000 | 1,326,250 | 2.11 |
| Halma | 170,000 | 1,902,300 | 3.03 |
| Meggitt | 180,000 | 937,800 | 1.49 |
| Rolls-Royce Holdings | 115,000 | 1,019,475 | 1.62 |
| | | <u>5,971,950</u> | <u>9.50</u> |
| Food & Beverage 1.87% (1.54%) | | | |
| Diageo | 48,000 | 1,177,440 | 1.87 |
| Personal & Household Goods 10.18% (9.83%) | | | |
| Berkeley Group Holdings | 30,000 | 1,112,700 | 1.77 |
| Imperial Brands | 32,500 | 1,034,637 | 1.65 |
| Reckitt Benckiser Group | 22,000 | 1,498,860 | 2.39 |
| SuperGroup | 60,000 | 1,019,400 | 1.62 |
| Unilever | 40,000 | 1,727,600 | 2.75 |
| | | <u>6,393,197</u> | <u>10.18</u> |
| Health Care 9.06% (8.11%) | | | |
| BTG | 125,000 | 844,375 | 1.35 |
| Clinigen Group | 160,000 | 1,705,600 | 2.72 |
| Eco Animal Health Group | 245,000 | 1,519,000 | 2.42 |
| Smith & Nephew | 120,000 | 1,616,400 | 2.57 |
| | | <u>5,685,375</u> | <u>9.06</u> |
| Retail 1.12% (1.22%) | | | |
| Wm Morrison Supermarkets | 300,000 | 702,000 | 1.12 |
| Media 1.11% (1.48%) | | | |
| ITV | 400,000 | 698,400 | 1.11 |

Portfolio statement (continued)
as at 30 September 2017

| | Nominal value or holding | Market value £ | % of total net assets |
|--|--------------------------------|----------------------|--------------------------|
| Investment | | | |
| Equities - incorporated in the United Kingdom (continued) | | | |
| Travel & Leisure 2.81% (4.25%) | | | |
| Patisserie Holdings | 205,000 | 706,737 | 1.13 |
| Whitbread | 28,000 | 1,054,200 | 1.68 |
| | | <u>1,760,937</u> | <u>2.81</u> |
| Banks 7.04% (7.45%) | | | |
| Barclays | 690,000 | 1,333,770 | 2.12 |
| HSBC Holdings | 250,000 | 1,842,750 | 2.93 |
| Lloyds Banking Group | 1,850,000 | 1,252,635 | 1.99 |
| | | <u>4,429,155</u> | <u>7.04</u> |
| Insurance 2.42% (2.28%) | | | |
| Prudential | 85,000 | 1,517,675 | 2.42 |
| Real Estate 3.04% (1.93%) | | | |
| Land Securities Group | 65,625 | 637,547 | 1.02 |
| Shaftesbury | 125,000 | 1,267,500 | 2.02 |
| | | <u>1,905,047</u> | <u>3.04</u> |
| Financial Services 5.34% (3.00%) | | | |
| BB Healthcare Trust | 1,100,000 | 1,248,500 | 1.99 |
| Miton UK MicroCap Trust | 963,000 | 597,060 | 0.95 |
| Schroders | 45,000 | 1,507,950 | 2.40 |
| | | <u>3,353,510</u> | <u>5.34</u> |
| Technology 3.04% (3.54%) | | | |
| accesso Technology Group | 40,000 | 740,000 | 1.18 |
| Blancco Technology Group | 350,000 | 192,500 | 0.31 |
| Craneware | 75,000 | 975,000 | 1.55 |
| | | <u>1,907,500</u> | <u>3.04</u> |
| Total equities - incorporated in the United Kingdom | | <u>43,377,951</u> | <u>69.07</u> |
| Equities - incorporated outwith the United Kingdom 0.90% (0.00%) | | | |
| Health Care 0.90% (0.00%) | | | |
| Shire | 15,000 | 568,050 | 0.90 |
| Total equities - incorporated outwith the United Kingdom | | <u>568,050</u> | <u>0.90</u> |
| Total equities - United Kingdom | | <u>43,946,001</u> | <u>69.97</u> |
| Equities - Europe 8.77% (8.66%) | | | |
| Equities - Belgium 2.13% (2.23%) | | | |
| Anheuser-Busch InBev | 15,000 | 1,337,563 | 2.13 |
| Equities - Netherlands 2.78% (2.76%) | | | |
| RELX | 110,000 | 1,745,132 | 2.78 |

Portfolio statement (continued)
as at 30 September 2017

| | Nominal value or holding | Market value £ | % of total net assets |
|---|--------------------------------|----------------------|--------------------------|
| Investment | | | |
| Equities - Europe (continued) | | | |
| Equities - Sweden 2.04% (1.60%) | | | |
| Investor | 35,000 | <u>1,284,174</u> | <u>2.04</u> |
| Equities - Switzerland 1.82% (2.07%) | | | |
| Roche Holding | 6,000 | <u>1,142,131</u> | <u>1.82</u> |
| Total equities - Europe | | <u>5,509,000</u> | <u>8.77</u> |
| Equities - United States 11.93% (12.71%) | | | |
| Alphabet 'A' | 2,000 | 1,450,989 | 2.31 |
| Berkshire Hathaway | 10,000 | 1,365,185 | 2.18 |
| Johnson & Johnson | 10,000 | 968,882 | 1.54 |
| JPMorgan Chase | 20,000 | 1,423,322 | 2.27 |
| Microsoft | 30,000 | 1,664,517 | 2.65 |
| Monster Beverage | 15,000 | 617,486 | 0.98 |
| Total equities - United States | | <u>7,490,381</u> | <u>11.93</u> |
| Equities - Bermuda 1.63% (1.90%) | | | |
| Everest Re Group | 6,000 | <u>1,021,250</u> | <u>1.63</u> |
| Total equities - Bermuda | | <u>1,021,250</u> | <u>1.63</u> |
| Total equities | | <u>57,966,632</u> | <u>92.30</u> |
| UK Authorised Collective Investment Schemes 1.65% (1.62%) | | | |
| SVS Church House Deep Value Investment Fund # | 700,000 | <u>1,037,400</u> | <u>1.65</u> |
| Total UK authorised collective investment schemes | | <u>1,037,400</u> | <u>1.65</u> |
| Portfolio of investments | | 59,004,032 | 93.95 |
| Other net assets | | 3,801,506 | 6.05 |
| Total net assets | | <u>62,805,538</u> | <u>100.00</u> |

All investments are listed on recognised stock exchanges and are approved securities or regulated collective investments schemes within the meaning of the FCA rules unless otherwise stated.

The comparative figures in brackets are as at 31 March 2017.

Related party security managed within the same corporate body as the Manager, Smith and Williamson Fund Administration Limited.

United Kingdom equities are grouped in accordance with the Industry Classification Benchmark.

The Industry Classification Benchmark (ICB) is a joint product of FTSE International Limited and Dow Jones & Company, Inc. and has been licensed for use. "FTSE" is a trade and service mark of London Stock Exchange and the Financial Times Limited. "Dow Jones" and "DJ" are trade and service marks of Dow Jones & Company Inc. FTSE and Dow Jones do not accept any liability to any person for any loss or damage arising out of any error omission in the ICB.

| | |
|--------------------------------|------------|
| Total purchases in the period: | £5,790,470 |
| Total sales in the period: | £3,134,045 |

Risk and reward profile

The risk and reward profile is relevant to all unit classes in the Fund.

The risk and reward indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the risk and reward indicator.

| | | | | | | |
|--|---|---|--|---|---|---|
| ← Typically lower rewards, lower risk | | | Typically higher rewards, higher risk → | | | |
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |

The Fund is in a higher category because the price of its investments have risen or fallen frequently and more dramatically than some other types of investment. The category shown is not guaranteed to remain unchanged and may shift over time. Even the lowest category does not mean a risk-free investment.

The price of the Fund and any income from it can go down as well as up and is not guaranteed. Investors may not get back the amount invested. Past performance is not a guide to the future.

Where investments are made in smaller company shares, these may be riskier as they can be more difficult to buy and sell. Their share prices may also move up and down more than larger companies.

The price of natural resources may be subject to sudden, unexpected and substantial fluctuations. This may lead to significant declines in the values of any companies developing these resources in which the Fund invests and significantly impact investment performance.

For further information please refer to the Key Investor Information Document ("KIID").

For full details on risk factors for the Fund, please refer to the Prospectus.

There have been no changes to the risk and reward indicator in the period.

Performance information

| | | | | |
|--|------------|------------|------------|------------|
| Number of units in issue | 30.09.17 | 31.03.17 | 31.03.16 | 31.03.15 |
| A units income | 30,769,793 | 30,204,805 | 30,485,946 | 30,962,876 |
| A units accumulation | 3,155,424 | 3,080,216 | 3,374,166 | 4,481,092 |
| B units income | 1,145,169 | 584,521 | 478,603 | - |
| B units accumulation | 1,628,514 | 1,510,927 | 1,266,724 | - |
| Net Asset Value (NAV) | £ | £ | £ | £ |
| Total NAV of the Fund | 62,805,538 | 59,192,653 | 49,604,592 | 51,630,280 |
| NAV attributable to A units income | 51,368,098 | 49,364,559 | 41,572,084 | 44,274,997 |
| NAV attributable to A units accumulation | 6,225,057 | 5,910,827 | 5,343,466 | 7,355,283 |
| NAV attributable to B units income | 1,930,482 | 964,617 | 658,808 | - |
| NAV attributable to B units accumulation | 3,281,901 | 2,952,650 | 2,030,234 | - |
| Net asset value per unit (based on bid value) ^ | p | p | p | p |
| A units income | 166.9 | 163.4 | 136.4 | 143.0 |
| A units accumulation | 197.3 | 191.9 | 158.4 | 164.1 |
| B units income | 168.6 | 165.0 | 137.7 | - |
| B units accumulation | 201.5 | 195.4 | 160.3 | - |

^ The net asset value per unit excludes the value of the income distributions payable.

A units income and A units accumulation launched on 10 May 2000 at 100.0p per unit.

B units accumulation launched on 23 June 2015 at 166.1p per unit.

B units income launched on 24 June 2015 at 145.0p per unit.

Highest and lowest prices and distributions

| Financial year to 31 March | | Distribution per unit p | Highest price p | Lowest price p |
|---------------------------------------|----------------------|-------------------------------|-----------------------|----------------------|
| 2015 | A units income | 1.519 | 147.8 | 126.4 |
| 2015 | A units accumulation | 1.728 | 169.0 | 144.5 |
| 2016 | A units income | 1.567 | 150.0 | 122.8 |
| 2016 | A units accumulation | 1.812 | 172.2 | 142.0 |
| 2016* | B units income | 1.860 | 146.9 | 124.3 |
| 2016** | B units accumulation | 2.171 | 169.0 | 143.6 |
| 2017 | A units income | 1.735 | 167.6 | 133.9 |
| 2017 | A units accumulation | 2.016 | 196.0 | 155.5 |
| 2017 | B units income | 2.694 | 169.7 | 135.3 |
| 2017 | B units accumulation | 3.198 | 199.6 | 157.5 |
| Financial period to 30 September 2017 | A units income | 1.074 | 171.7 | 100.0 |
| Financial period to 30 September 2017 | A units accumulation | 1.262 | 201.6 | 189.9 |
| Financial period to 30 September 2017 | B units income | 1.642 | 173.8 | 163.4 |
| Financial period to 30 September 2017 | B units accumulation | 1.908 | 205.8 | 193.5 |

* from 24 June 2015 to 31 March 2016.

** from 23 June 2015 to 31 March 2016.

Performance information (continued)

Summary of the distributions in the current financial period and prior financial year

| | | | |
|----------------------|-------|-----------------|-------|
| A units income | | | |
| Payment date | p | Payment date | p |
| 30.11.17 | 1.074 | 30.11.16 | 1.143 |
| | | 31.05.17 | 0.592 |
| A units accumulation | | | |
| Allocation date | p | Allocation date | p |
| 30.11.17 | 1.262 | 30.11.16 | 1.324 |
| | | 31.05.17 | 0.692 |
| B units income | | | |
| Payment date | p | Payment date | p |
| 30.11.17 | 1.642 | 30.11.16 | 1.602 |
| | | 31.05.17 | 1.092 |
| B units accumulation | | | |
| Allocation date | p | Allocation date | p |
| 30.11.17 | 1.908 | 30.11.16 | 1.902 |
| | | 31.05.17 | 1.296 |

Investments carry risk. Past performance is not a guide to future performance. Investors may not get back the amount invested.

Ongoing charges figure

The ongoing charges figure provides investors with a clearer picture of the total annual costs in running a collective investment scheme. The ongoing charges figure consists principally of the Manager's periodic charge and the Investment Adviser's fee which are included in the annual management charge, but also includes the costs for other services paid.

| | | |
|--------------------------|-----------------------|--------------|
| A units income | 30.09.17 [^] | 31.03.17 |
| Annual management charge | 1.48% | 1.47% |
| Other expenses | 0.05% | 0.06% |
| Ongoing charges figure | <u>1.53%</u> | <u>1.53%</u> |
| | | |
| A units accumulation | 30.09.17 [^] | 31.03.17 |
| Annual management charge | 1.48% | 1.47% |
| Other expenses | 0.05% | 0.06% |
| Ongoing charges figure | <u>1.53%</u> | <u>1.53%</u> |
| | | |
| B units income | 30.09.17 [^] | 31.03.17 |
| Annual management charge | 0.86% | 0.86% |
| Other expenses | 0.05% | 0.06% |
| Ongoing charges figure | <u>0.91%</u> | <u>0.92%</u> |
| | | |
| B units accumulation | 30.09.17 [^] | 31.03.17 |
| Annual management charge | 0.86% | 0.86% |
| Other expenses | 0.05% | 0.06% |
| Ongoing charges figure | <u>0.91%</u> | <u>0.92%</u> |

[^] Annualised based on the expenses incurred during the period 1 April 2017 to 30 September 2017.

Please note the ongoing charges figure is indicative of the charges which the Fund may incur in a year as it is calculated on historical data.

Financial statements - SVS Church House UK Managed Growth Fund (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2017

| | 1 April 2017 to 30 September 2017 | | 1 April 2016 to 30 September 2016 | |
|--|--------------------------------------|------------------|--------------------------------------|------------------|
| | £ | £ | £ | £ |
| Income: | | | | |
| Net capital gains | | 1,254,361 | | 6,150,956 |
| Revenue | 878,822 | | 836,174 | |
| Expenses | <u>(454,093)</u> | | <u>(394,904)</u> | |
| Net revenue before taxation | 424,729 | | 441,270 | |
| Taxation | <u>(13,564)</u> | | <u>(15,723)</u> | |
| Net revenue after taxation | | <u>411,165</u> | | <u>425,547</u> |
| Total return before distributions | | 1,665,526 | | 6,576,503 |
| Distributions | | (411,368) | | (425,600) |
| Change in net assets attributable to unitholders from investment activities | | <u>1,254,158</u> | | <u>6,150,903</u> |

Statement of change in net assets attributable to unitholders (unaudited)

for the six months ended 30 September 2017

| | 1 April 2017 to 30 September 2017 | | 1 April 2016 to 30 September 2016 | |
|--|--------------------------------------|-------------------|--------------------------------------|---------------------|
| | £ | £ | £ | £ |
| Opening net assets attributable to unitholders | | 59,192,653 * | | 49,604,592 |
| Amounts receivable on issue of units | 3,558,686 | | 1,783,522 | |
| Amounts payable on cancellation of units | <u>(1,270,852)</u> | | <u>(1,389,555)</u> | |
| | | 2,287,834 | | 393,967 |
| Stamp duty reserve tax | | - | | 1,164 |
| Change in net assets attributable to unitholders from investment activities | | 1,254,158 | | 6,150,903 |
| Retained distributions on accumulation units | | 70,893 | | 67,912 |
| Closing net assets attributable to unitholders | | <u>62,805,538</u> | | <u>56,218,538 *</u> |

* The opening net assets in the current period do not equal the closing net assets in the comparative period as they are not consecutive periods.

Balance sheet (unaudited)
as at 30 September 2017

| | 30 September 2017 £ | 31 March 2017 £ |
|--|--------------------------|--------------------------|
| Assets: | | |
| Fixed assets: | | |
| Investments | 59,004,032 | 55,052,627 |
| Current assets: | | |
| Debtors | 177,976 | 455,533 |
| Cash and bank balances | 4,031,716 | 3,935,802 |
| Total assets | <u>63,213,724</u> | <u>59,443,962</u> |
| Liabilities: | | |
| Creditors: | | |
| Distribution payable | (349,271) | (185,195) |
| Other creditors | (58,915) | (66,114) |
| Total liabilities | <u>(408,186)</u> | <u>(251,309)</u> |
| Net assets attributable to unitholders | <u><u>62,805,538</u></u> | <u><u>59,192,653</u></u> |

Further information

Distributions and reporting dates

Where net revenue is available it will be distributed/allocated semi-annually on 31 May (final) and 30 November (interim). In the event of a distribution, unitholders will receive a tax voucher.

| | | |
|------------------|--------------|---------|
| XD dates: | 1 April | final |
| | 1 October | interim |
| Reporting dates: | 31 March | annual |
| | 30 September | interim |

Buying and selling units

The property of the Fund is valued at 12 noon on each business day, with the exception of Christmas Eve and New Year's Eve or a bank holiday in England and Wales, or the last business day prior to those days annually where the valuation may be carried out at a time agreed in advance between the Manager and the Trustee. The price of units are calculated as at that time. Unit dealing is on a forward basis i.e. investors can buy and sell units at the next valuation point following receipt of the order.

Prices of units and the estimated yield of the Fund are published on the following website: www.fundlistings.com or may be obtained by calling 0141 222 1151.

A units income and A units accumulation

The minimum initial investment is £5,000. The minimum subsequent investment is £5,000. The Manager reserves the right to terminate holdings where the value is less than £3,000. The Manager may waive the minimum levels at its discretion.

B units income and B units accumulation

The minimum initial investment is £100,000. The minimum subsequent investment is £100,000. The Manager reserves the right to terminate holdings where the value is less than £100,000. The Manager may waive the minimum levels at its discretion.

Management charges

There is no initial charge applied on the purchase of units.

A units income and A units accumulation

Annual management charge : 1.50% per annum

B units income and B units accumulation

Annual management charge : 0.875% per annum

The annual management charge is calculated on the net asset value of the unit classes excluding the value of securities managed by the Investment Adviser and includes the Manager's periodic charge and Investment Adviser's fee.

Capital Gains Tax

Authorised collective investment schemes, such as the Fund are exempt from capital gains tax.

You may be liable to capital gains tax when you sell all or some of your units if your total gains in the relevant tax year exceed the annual exemption. For the tax year 2017/2018, the first £11,300 of any gains is exempt for UK individuals and certain companies.

If investors are in any doubt as to their taxation position they should consult their professional adviser. Levels and bases of, and reliefs from, taxation are subject to change in the future.

Any references in this report to other investments held within the Fund should not be read as a recommendation to the investor to buy or sell, but are included as illustrations only. This is not an offer nor a solicitation to buy or sell any investment referred to in this document. The issuer and its affiliates and/or their officers, directors and employees may own or have positions in any investment mentioned herein or any investment related thereto and from time to time may add to or dispose of any such investment. The contents of this document are based upon sources of information believed to be reliable but no guarantee, warranty or representation, express or implied, is given to their accuracy or completeness.

Appointments

Manager and Registered office

St Vincent St Fund Administration (trading name of Smith & Williamson Fund Administration Limited)
25 Moorgate
London EC2R 6AY
Telephone: 020 7131 4000
Authorised and regulated by the Financial Conduct Authority

Administrator and Registrar

St Vincent St Fund Administration (trading name of Smith & Williamson Fund Administration Limited)
206 St. Vincent Street
Glasgow G2 5SG
Telephone: 0141 222 1151 (Registration)
0141 222 1150 (Dealing)
Authorised and regulated by the Financial Conduct Authority

Directors of the Manager

Brian McLean
David Cobb
Giles Murphy
Grant Hotson
James Gordon
Jocelyn Dalrymple
Kevin Stopps
Paul Wyse
Peter Maher
Susan Shaw
Tas Quayum

Investment Adviser

Church House Investments Limited
York House
6 Coldharbour
Sherborne
Dorset DT9 4JW
Authorised and regulated by the Financial Conduct Authority

Trustee

National Westminster Bank Plc
Trustee and Depositary Services
Younger Building
1st Floor
3 Redheughs Avenue
Edinburgh EH12 9RH
Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority

Auditor

KPMG LLP
Saltire Court
20 Castle Terrace
Edinburgh EH1 2EG