

SVS Church House Balanced Equity Income Fund

Interim Report

for the six months ended 30 September 2019

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SVS Church House Balanced Equity Income 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 for SVS Church House Balanced Equity Income Fund for the six months ended 30 September 2019.

SVS Church House Balanced Equity Income Fund ('the Trust' or 'the Fund') is an authorised unit trust scheme further to an authorisation order dated 22 January 2002 and is a UCITS scheme complying with the investment and borrowing powers rules in the Collective Investment Schemes sourcebook ('COLL'), as 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.

Brexit is one of the most significant economic events for the UK, and at the date of this report its effects are subject to unprecedented levels of uncertainty of outcomes, with the full range of possible effects unknown. As Manager we have applied appropriate accounting policies consistently, supported by reasonable and prudent judgements and estimates. However, as Manager we are unable to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to Brexit.

The base currency of the Fund 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 on request free of charge from the Manager.

Investment objective and policy

The objective of the Trust is to provide investors with medium to long-term capital growth, with income, through investment in a portfolio of UK equities. The portfolio will be mainly UK equities, selected for their value and income prospects, but a proportion of the portfolio will be invested in index-linked and other fixed interest securities and listed investment companies.

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 page 17.

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

Directors

Smith & Williamson Fund Administration Limited

28 November 2019

Accounting policies of SVS Church House Balanced Equity Income Fund (unaudited)

for the six months ended 30 September 2019

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') published 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 2019 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 Balanced Equity Income Fund Investment Manager's report

Investment performance

Capital Performance*	Six Months	Three Years	Five Years
SVS Church House Balanced Equity Income Fund	1.20%	6.80%	13.30%

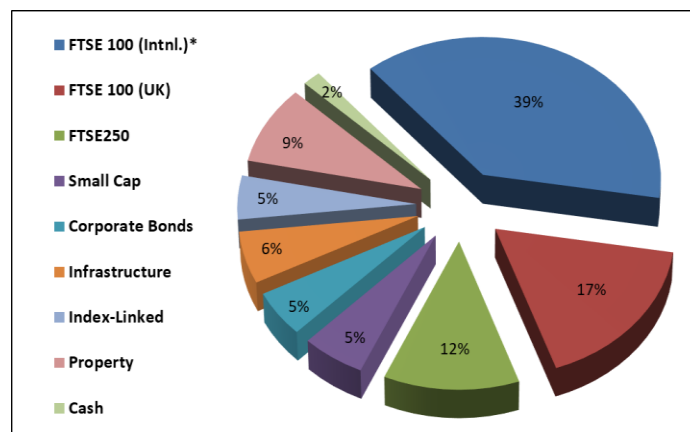
* Percentage change in bid price of 'A' income units at 12pm on 30 September 2019

Source: Bloomberg & Smith & Williamson Fund Administration Limited.

Investment activities

The only significant change to the pie chart of the SVS Church House Balanced Equity Income Fund portfolio is an increase in the Corporate Bond slice with commensurate decrease in cash. The 'balanced' structure of the portfolio did help to lower volatility over the quarter as it has all year:

SVS Church House Balanced Equity Income Fund - Disposition - 30 September 2019



*FTSE 100 (International) - our definition: FTSE 100 companies with more than 75% of sales overseas.

April saw corporate events from Croda International and Micro Focus International both returning capital and consolidating their stock, while the takeover of Dairy Crest by Saputo completed. We added to the holding in Bunzl as their stock dipped sharply mid-month after reporting slowing sales growth for the first quarter. We also added to Aviva and further to Shaftesbury. May was quieter: we added to the holding in Britvic, when they dipped at the end of the month, and to the existing holding in BBGI SICAV, which we continue to regard as the best of the infrastructure investment companies. Imperial Brands provided the worst performance over the month, countered by a strong performance from Smith & Nephew and more startling figures from Greggs.

We added modestly to the holding in Marks & Spencer Group in June, whose stock had fallen again after May's rights issue, and reduced exposure to Craneware after their disappointing report. We also added further to the BBGI SICAV holding when they conducted a placing and to the holding of Aberforth Split Level Income Trust, whose stock had weakened with smaller companies generally. With interest rates at such low levels, the fixed interest and index-linked section is relatively light, and we moved further in this direction with the sale of the Shaftesbury Carnaby 2.487% 30/09/2031 holding, whose price had risen 6% over the year, further depressing its yield.

The increase in the Corporate Bonds slice is barely an increase in risk as the addition was a floating rate note holding from Lloyds, we do not wish to expose the Fund to longer-duration fixed interest investments at present.

Investment Manager's report (continued)

Investment activities (continued)

Top 15 Holdings - 30 September 2019	
GlaxoSmithKline	3.78%
Royal Dutch Shell 'B'	3.74%
HSBC Holdings	2.98%
RELX	2.83%
Unilever	2.76%
Diageo	2.72%
Lloyds Bank 1.14062% 13/09/2021	2.60%
Smith & Nephew	2.55%
AstraZeneca	2.52%
Halma	2.39%
BP	2.33%
BHP Group	2.25%
Sage Group	2.04%
Rio Tinto	2.01%
Compass Group	1.82%

There were few equity transactions during the quarter of note; mostly they were additions to existing equity positions in response to the volatile conditions in the market. There was one sale of the rump holding in the utility company, Centrica (parent of British Gas), which released disappointing figures at the end of July, along with a dividend cut and the departure of its Chief Executive.

We added to the holding in Croda International, the specialist chemicals company (oleochemicals being a big feature, they started in Yorkshire in 1925 with lanolin). Other additions were made to DS Smith (corrugated cardboard packaging), Bunzl (distribution) and the computer software publisher Sage Group. Among the property investments, we bought more Tritax Big Box REIT, who specialise in huge distribution warehouses (average size c. 500,000 sq. ft.). We also participated in a placing of new shares by Target Healthcare REIT, who develop and own modern, purpose built, care homes.

Investment strategy and outlook

Our economy has slowed over the quarter, but continues to confound many of the gloomier prognostications. Bank of England Governor Carney does appear to be ruling out the nonsense of negative interest rates here, let's hope so. Christine Lagarde has taken up her new post as President of the European Central Bank; perhaps she can bring a breath of fresh air to European thinking on the matter.

President Trump has been excelling himself and the trade war that he started with China rumbles on with a corrosive effect on the world economy. Quite possibly he misunderstands that these shenanigans, to a certain extent, actually suit China. The ruling Communist Party in China are aware that their economy could not sustain its heady growth rate indefinitely, certainly not without creating a boom/bust risk; a slowdown that can so easily be blamed on the Americans is just right. Equally, China is determined to avoid a 'Plaza Accord' moment (the 1985 agreement between the US, Japan, West Germany, France and the UK devaluing the US dollar) that China considers doomed Japan's meteoric rise. It does appear that a partial truce might well be called soon, but these are high risk games to play. Doubtless this will be claimed by the President as a great victory, which will not be the case.

There is a case for thinking that we might just be reaching 'peak uncertainty' in the geo-political backdrop, though we fear that the incumbent US President is capable of worse (as witness his recent appalling decision to withdraw support for the Kurds). We will continue to invest carefully for the long-term, while looking for opportunities amidst the volatility, in accordance with the levels of risk that we have agreed.

Church House Investment Management

25 October 2019

Portfolio changes

for the six months ended 30 September 2019

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

	Cost
	£
Purchases:	
Lloyds Bank 1.14062% 13/09/2021	1,501,500
BBGI SICAV	393,240
Shaftesbury	259,938
Bunzl	219,904
Croda International	212,138
Aviva	150,493
Britvic	91,034
DS Smith	81,920
Aberforth Split Level Income Trust	78,140
Sage Group	70,402
Target Healthcare REIT	52,036
Tritax Big Box REIT	31,410
	<u>3,142,155</u>
	Proceeds
	£
Sales:	
Shaftesbury Carnaby 2.487% 30/09/2031	393,304
Centrica	139,859
Craneware	137,637
	<u>670,800</u>

Portfolio statement

as at 30 September 2019

	Nominal value or holding	Market value £	% of total net assets
Investment			
Debt securities* 10.34% (8.30%)			
Aaa to Aa2 5.73% (3.12%)			
Lloyds Bank 1.14062% 13/09/2021**	£1,500,000	1,500,570	2.60
National Westminster Bank 1.02813 15/05/2020**	£1,000,000	1,000,880	1.74
UK Treasury Index Linked 4.125% 22/07/2030**	£200,000	798,478	1.39
		<u>3,299,928</u>	<u>5.73</u>
A2 to A3 1.88% (1.85%)			
Anglian Water Services Financing 4.125% 28/07/2020**	£250,000	451,595	0.78
Southern Water Services Finance 3.706% 31/03/2034**	£218,000	636,987	1.10
		<u>1,088,582</u>	<u>1.88</u>
Baa1 to Baa2 0.81% (0.83%)			
National Grid 1.25% 06/10/2021**	£366,000	468,890	0.81
Baa3 and below 1.92% (2.50%)			
Heathrow Funding 3.334% 09/12/2039**	£250,000	655,806	1.14
Phoenix Group Holdings 5.75% Perpetual**	£500,000	447,200	0.78
		<u>1,103,006</u>	<u>1.92</u>
Total debt securities		<u>5,960,406</u>	<u>10.34</u>
Equities 79.43% (79.42%)			
Equities - United Kingdom 79.43% (79.42%)			
Equities - incorporated in the United Kingdom 77.75% (76.25%)			
Energy 6.07% (6.48%)			
BP	260,000	1,340,560	2.33
Royal Dutch Shell 'B'	90,000	2,155,950	3.74
		<u>3,496,510</u>	<u>6.07</u>
Materials 6.88% (6.84%)			
BHP Group	75,000	1,299,300	2.25
Croda International	20,000	971,200	1.68
DS Smith	150,000	540,600	0.94
Rio Tinto	27,500	1,157,475	2.01
		<u>3,968,575</u>	<u>6.88</u>
Industrials 8.48% (7.45%)			
Babcock International Group	90,000	501,300	0.87
BAE Systems	125,000	712,250	1.24
Bunzl	40,000	849,600	1.47
Howden Joinery Group	100,000	560,400	0.97
Meggitt	100,000	635,000	1.10
RELX	84,590	1,631,408	2.83
		<u>4,889,958</u>	<u>8.48</u>
Consumer Discretionary 5.83% (5.49%)			
Berkeley Group Holdings	22,000	919,380	1.59
Compass Group	50,000	1,046,500	1.82
Greggs	50,000	1,044,000	1.81
Marks & Spencer Group	192,000	354,144	0.61
		<u>3,364,024</u>	<u>5.83</u>

Portfolio statement (continued)

as at 30 September 2019

	Nominal value or holding	Market value £	% of total net assets
Investment			
Equities - incorporated in the United Kingdom (continued)			
Consumer Staples 10.34% (10.57%)			
Britvic	85,000	835,125	1.45
Diageo	47,000	1,566,510	2.72
Imperial Brands	40,000	731,280	1.27
J Sainsbury	200,000	439,600	0.76
Reckitt Benckiser Group	12,500	792,875	1.38
Unilever	32,500	1,589,088	2.76
		<u>5,954,478</u>	<u>10.34</u>
Health Care 12.06% (11.87%)			
AstraZeneca	20,000	1,452,000	2.52
Clinigen Group	70,000	603,400	1.05
Craneware	33,295	822,386	1.43
GlaxoSmithKline	125,000	2,180,500	3.78
Sensyne Health	400,000	420,000	0.73
Smith & Nephew	75,000	1,469,250	2.55
		<u>6,947,536</u>	<u>12.06</u>
Financials 11.78% (12.02%)			
Aviva	200,000	798,600	1.39
Barclays	300,000	451,200	0.78
Close Brothers Group	55,000	774,400	1.34
HSBC Holdings	275,000	1,717,650	2.98
Legal & General Group	250,000	621,000	1.08
Lloyds Banking Group	1,250,000	676,500	1.17
Phoenix Group Holdings	120,000	829,560	1.44
Schroders	30,000	922,500	1.60
		<u>6,791,410</u>	<u>11.78</u>
Information Technology 5.08% (5.50%)			
Halma	70,000	1,379,000	2.39
Micro Focus International	33,184	377,236	0.65
Sage Group	170,000	1,175,040	2.04
		<u>2,931,276</u>	<u>5.08</u>
Communication Services 1.77% (1.94%)			
BT Group	300,000	535,740	0.93
Vodafone Group	300,000	486,000	0.84
		<u>1,021,740</u>	<u>1.77</u>

Portfolio statement (continued)

as at 30 September 2019

	Nominal value or holding	Market value £	% of total net assets
Investment			
Equities - incorporated in the United Kingdom (continued)			
Utilities 2.23% (2.55%)			
National Grid	75,000	661,425	1.15
SSE	50,000	622,750	1.08
		<u>1,284,175</u>	<u>2.23</u>
Real Estate 7.23% (5.54%)			
Civitas Social Housing	1,047,211	904,790	1.57
Primary Health Properties	700,000	928,200	1.61
Shaftesbury	60,000	545,100	0.95
Target Healthcare REIT	738,000	841,320	1.46
Triple Point Social Housing Reit	440,148	411,098	0.71
Tritax Big Box REIT	360,000	538,200	0.93
		<u>4,168,708</u>	<u>7.23</u>
Total equities - incorporated in the United Kingdom		<u>44,818,390</u>	<u>77.75</u>
Equities - incorporated outwith the United Kingdom 1.68% (3.17%)			
Real Estate 1.68% (3.17%)			
Standard Life Investment Property Income Trust	1,100,000	968,000	1.68
		<u>968,000</u>	<u>1.68</u>
Total equities - incorporated outwith the United Kingdom		<u>968,000</u>	<u>1.68</u>
Total equities - United Kingdom		<u>45,786,390</u>	<u>79.43</u>
Total equities		<u>45,786,390</u>	<u>79.43</u>
Closed-Ended Funds 8.18% (8.45%)			
Closed-Ended Funds - United Kingdom 6.54% (7.50%)			
Closed-Ended Funds - incorporated in the United Kingdom 5.22% (4.76%)			
Aberforth Split Level Income Trust	1,000,000	730,000	1.27
BB Healthcare Trust	500,000	632,500	1.10
HICL Infrastructure	500,000	831,000	1.44
SDCL Energy Efficiency Income Trust	750,000	810,000	1.41
Total closed-ended funds - incorporated in the United Kingdom		<u>3,003,500</u>	<u>5.22</u>

Portfolio statement (continued)

as at 30 September 2019

	Nominal value or holding	Market value £	% of total net assets
Investment			
Closed-Ended Funds - United Kingdom 6.54% (4.76%) (continued)			
Closed-Ended Funds - incorporated outwith the United Kingdom 1.32% (2.74%)			
GCP Infrastructure Investments	600,000	759,600	1.32
		<u>3,763,100</u>	<u>6.54</u>
Total closed-ended funds - United Kingdom			
Closed-Ended Funds - Luxembourg 1.64% (0.95%)			
BBGI SICAV	600,000	948,000	1.64
		<u>4,711,100</u>	<u>8.18</u>
Total closed-ended funds			
Portfolio of investments		56,457,896	97.95
Other net assets		1,192,560	2.05
Total net assets		57,650,456	100.00

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

The comparative figures in brackets are as at 31 March 2019.

* Grouped by credit rating - source: Interactive Data and Bloomberg.

** Variable interest rate security.

United Kingdom equities are grouped in accordance with Global Industry Classification Standard (GICS).

The Global Industry Classification Standard ("GICS") was developed by and is the exclusive property and a service mark of MSCI Inc. ("MSCI") and Standard & Poor's, a division of The McGraw-Hill Companies, Inc. ("S&P") and is licensed for use by Smith & Williamson Services Ltd. Neither MSCI, S&P nor any third party involved in making or compiling the GICS or any GICS classifications makes any express or implied warranties or representations with respect to such standard or classification (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability and fitness for a particular purpose with respect to any of such standard or classification. Without limiting any of the foregoing, in no event shall MSCI, S&P, any of their affiliates or any third party involved in making or compiling the GICS or any GICS classifications have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

Risk and reward profile

The risk and reward profile is representative of all unit classes.

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 medium category because the price of its investments have risen or fallen to some extent. 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 future performance.

Exposure to the risks associated with property investment, include but are not limited to, fluctuations in land prices, construction costs, interest rates, inflation and property yields, changes in taxation, legislation changes in landlord and tenant legislation, environmental factors, and changes in the supply and demand for property.

Where the Fund invests into other investment funds, they may invest in different assets, countries or economic sectors and therefore have different risk profiles not in line with those of the Fund.

Investment trusts and closed ended funds may borrow to purchase additional investments. This can increase returns when stock markets rise but will magnify losses when markets fall.

The value of an investment trust or a closed-ended fund moves in line with stock market demand and its unit/share price may be less than or more than the net value of the investments it holds.

The price of gold or other 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 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	30.09.19	31.03.19	31.03.18	31.03.17
A units income	24,888,297	24,667,595	23,311,256	21,649,676
A units accumulation	1,184,915	1,212,420	1,257,999	1,224,649
B units income	1,304,435	1,189,512	1,081,430	597,242
B units accumulation	1,638,033	1,479,287	833,538	647,996

Net Asset Value (NAV)	£	£	£	£
Total NAV of the Fund	57,650,456	56,131,886	47,799,919	45,136,649
NAV attributable to A units income unitholders	46,716,346	46,039,191	40,449,180	39,144,315
NAV attributable to A units accumulation unitholders	3,459,305	3,456,223	3,230,458	3,175,927
NAV attributable to B units income unitholders	2,527,441	2,287,726	1,927,164	1,105,460
NAV attributable to B units accumulation unitholders	4,947,364	4,348,746	2,193,117	1,710,947

Net asset value per unit (based on bid value) ^	p	p	p	p
A units income	187.7	186.6	173.5	180.8
A units accumulation	291.9	285.1	256.8	259.3
B units income	193.8	192.3	178.2	185.1
B units accumulation	302.0	294.0	263.1	264.0

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

A units income and A units accumulation launched on 22 January 2002 at 100.0p per unit.

B units income launched on 23 June 2015 at 175.9p per unit.

B units accumulation launched on 23 June 2015 at 235.0p per unit.

Highest and lowest prices and distributions

Financial year to 31 March		Distribution per unit p	Highest offer price p	Lowest bid price p
2017	A units income	6.137	185.8	158.4
2017	A units accumulation	8.580	262.6	219.6
2017	B units income	6.838	190.5	161.8
2017	B units accumulation	9.486	267.3	222.5
2018	A units income	5.638	190.3	173.3
2018	A units accumulation	8.152	277.7	252.9
2018	B units income	6.389	195.5	178.2
2018	B units accumulation	9.182	284.2	259.0
2019	A units income	5.964	193.0	171.5
2019	A units accumulation	8.891	288.2	254.4
2019	B units income	6.706	198.6	176.5
2019	B units accumulation	10.008	297.1	260.6
Financial period to 30 September 2019	A units income	3.443	195.2	183.6
Financial period to 30 September 2019	A units accumulation	5.256	298.1	280.4
Financial period to 30 September 2019	B units income	3.841	201.4	189.7
Financial period to 30 September 2019	B units accumulation	5.871	307.9	289.9

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
30.11.19	3.443	30.11.18	3.416
		31.05.19	2.548
A units accumulation			
Allocation date	p	Allocation date	p
30.11.19	5.256	30.11.18	5.054
		31.05.19	3.837
B units income			
Payment date	p	Payment date	p
30.11.19	3.841	30.11.18	3.799
		31.05.19	2.907
B units accumulation			
Allocation date	p	Allocation date	p
30.11.19	5.871	30.11.18	5.621
		31.05.19	4.387

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 ('OCF') provides investors with a clearer picture of the total annual costs in running a collective investment scheme. The OCF consists principally of the Manager's periodic charge and the Investment Managers' fees which are included in the annual management charge, but also includes the costs for other services paid.

A units income	30.09.19 [^]	31.03.19
Annual management charge	1.50%	1.50%
Other expenses	0.06%	0.06%
Ongoing charges figure	<u>1.56%</u>	<u>1.56%</u>
A units accumulation	30.09.19 [^]	31.03.19
Annual management charge	1.50%	1.50%
Other expenses	0.06%	0.06%
Ongoing charges figure	<u>1.56%</u>	<u>1.56%</u>
B units income	30.09.19 [^]	31.03.19
Annual management charge	0.88%	0.88%
Other expenses	0.06%	0.06%
Ongoing charges figure	<u>0.94%</u>	<u>0.94%</u>
B units accumulation	30.09.19 [^]	31.03.19
Annual management charge	0.88%	0.88%
Other expenses	0.06%	0.06%
Ongoing charges figure	<u>0.94%</u>	<u>0.94%</u>

[^] Annualised based on the expenses incurred during the period 1 April 2019 to 30 September 2019.

Please note the OCF is indicative of the charges which the unit classes may incur in a year as it is calculated on historical data.

Financial statements - SVS Church House Balanced Equity Income Fund (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2019

	1 April 2019 to 30 September 2019		1 April 2018 to 30 September 2018	
	£	£	£	£
Income:				
Net capital gains		535,377		3,968,820
Revenue	1,268,974		1,162,228	
Expenses	<u>(424,837)</u>		<u>(388,225)</u>	
Net revenue before taxation	844,137		774,003	
Taxation	<u>-</u>		<u>(3,400)</u>	
Net revenue after taxation		<u>844,137</u>		<u>770,603</u>
Total return before distributions		1,379,514		4,739,423
Distributions		(1,055,794)		(964,153)
Change in net assets attributable to unitholders from investment activities		<u>323,720</u>		<u>3,775,270</u>

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

for the six months ended 30 September 2019

	1 April 2019 to 30 September 2019		1 April 2018 to 30 September 2018	
	£	£	£	£
Opening net assets attributable to unitholders		56,131,886 *		47,799,919
Amounts receivable on issue of units	2,359,707		2,906,642	
Amounts payable on cancellation of units	<u>(1,323,305)</u>		<u>(880,415)</u>	
		1,036,402		2,026,227
Change in net assets attributable to unitholders from investment activities		323,720		3,775,270
Retained distributions on accumulation units		158,448		131,806
Closing net assets attributable to unitholders		<u>57,650,456</u>		<u>53,733,222 *</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 2019

	30 September 2019	31 March 2019
	£	£
Assets:		
Fixed assets:		
Investments	56,457,896	53,984,179
Current assets:		
Debtors	142,493	514,935
Cash and bank balances	2,045,947	2,440,228
Total assets	<u>58,646,336</u>	<u>56,939,342</u>
Liabilities:		
Creditors:		
Distribution payable	(907,007)	(663,109)
Other creditors	(88,873)	(144,347)
Total liabilities	<u>(995,880)</u>	<u>(807,456)</u>
Net assets attributable to unitholders	<u>57,650,456</u>	<u>56,131,886</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.

A units income and A units accumulation

The minimum initial investment in the Fund is £5,000. The minimum subsequent investment is £5,000 provided the minimum value holding of £3,000 is maintained. 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 in the is £100,000. The minimum subsequent investment is £100,000 provided the minimum value holding of £100,000 is maintained. 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.

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

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

Benchmark

Unitholders may compare the performance of the Fund against the FTSE 350 Higher Yield Index and the IA Mixed Investment 40%-85% Shares sector.

Comparison of the Fund's performance against IA Mixed Investment 40%-85% Shares sector will give unitholders an indication of how the Fund is performing against other similar funds in this peer group sector. The Manager has selected the FTSE 350 Higher Yield Index as a comparator benchmark as the Manager believes it best reflects the asset allocation of the Fund.

The benchmarks are not targets for the Fund, nor is the Fund constrained by the benchmarks.

The benchmarks produced the following performance[^] over the period from 1 April 2019 to 30 September 2019:

FTSE 350 Higher Yield - Total Return	1.22%
IA Mixed Investment 40-85% Shares Sector	6.36%

The Fund produced the following performance[^] per accumulation unit classes over the period from 1 April 2019 to 30 September 2019, based on Cumulative Returns:

A units accumulation	2.61%
B units accumulation	2.90%

[^]Source: Morningstar

Appointments

Manager and Registered office

St Vincent St Fund Administration (a 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 (a 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

James Gordon

Kevin Stopps

Paul Wyse

Non-Executive Directors of the Manager

Dean Buckley

Linda Robinson

Victoria Muir

Investment Manager

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Auditor

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Saltire Court

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