

MARKS & SPENCER
HIGH INCOME FUND

—

Manager's interim report

—

For the period 1 February 2018 to 31 July 2018 (unaudited)

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Marks & Spencer High Income Fund

Manager, Registrar, dealing, administration and marketing

Marks and Spencer Unit Trust
Management Limited

Authorised and regulated by the Financial
Conduct Authority.

Investor helpline: 0808 005 5555 or
+44 1244 688632 if calling from abroad.
Lines are open 8am-8pm Monday to Friday,
9am-5pm on Saturday and 10am-4pm bank
holidays (closed on Sunday, Christmas Day,
Boxing Day and New Year's Day). Please be
aware that opening hours may be restricted
over the Christmas period, please contact us
for details. Calls may be recorded.

Head office and registered office

Kings Meadow
Chester CH99 9FB
Registered in England
No. 2253009

Directors of the Manager

James Coyle (Chairman and non-Executive
Director)
Sue Fox (Chief Executive Officer and Director)
David Stewart (Non-Executive Director)
Phillip Scott (Director)
Douglas van den Aardweg (Non-Executive
Director)
Matt Handley (Director)
Peter Dew (Non-Executive Director)
Simon Ellis (Director)

Investment Manager

HSBC Global Asset Management (UK) Limited
8 Canada Square
London E14 5HQ

The above listed Investment Manager is
authorised and regulated by the Financial
Conduct Authority.

The Investment Manager has sub-delegated
the management of a portion of the Fund to
HSBC Global Asset Management (USA) Inc,
registered with the Securities and Exchange
Commission in the USA.

Trustee

State Street Trustees Limited
Quartermile 3
10 Nightingale Way
Edinburgh EH3 9EG
Authorised and regulated by the Financial
Conduct Authority.

Independent auditor

KPMG LLP
15 Canada Square
London
E14 5GL

Manager's investment report

This section gives you confirmation of the Fund objective. It also gives you the investment strategy employed by the investment adviser and an economic, market and portfolio review for the period of the report.

Objectives

The Fund's objective is to provide a high level of income.

Policy

The Manager may invest in fixed and variable rate securities and equities from anywhere in the world. At any time the portfolio may contain a combination of any or all of the aforementioned securities.

Generally the Fund invests in transferable securities listed or traded on an eligible securities market with power to invest in recently issued transferable securities which are to be so listed or traded.

However, transferable securities that are not approved securities may be held within the Fund provided the total of such securities does not exceed 10% in value of the property of the Fund. This 10% limit is inclusive of recently issued securities.

The Manager's investment policy may mean that at times it is appropriate not to fully invest but to hold cash or near cash. This will only occur when the Manager reasonably regards it as necessary to enable Units to be redeemed or for the efficient management of the Fund in accordance with its objectives or purpose that may reasonably be regarded as ancillary to the objectives of the Fund.

The Fund may use derivative instruments (options, futures and contracts for difference) and forward transactions in a currency for the purposes of efficient portfolio management. These instruments can therefore be used to reduce risk, reduce costs, or generate additional capital or income with no, or low levels of risk.

Payments in respect of the Manager's periodic charge and other permitted charges or expenses are treated as capital expenses. This may constrain capital growth.

Investment strategy

The Manager has appointed HSBC Global Asset Management (UK) Limited as investment manager (the "Investment Manager") to provide investment management services to the Manager in respect of the Fund. The Fund is structured to deliver the objective through investment in a mix of corporate and government bonds that are issued globally, which may be both higher risk bonds rated by Standard and Poor's below BBB- (called 'sub investment grade'/high yield) and lower risk bonds (called 'investment grade') of any duration.

The Investment Manager has sub-delegated the management of a portion of the Fund to HSBC Global Asset Management (USA) Inc as Investment Adviser. The Investment Adviser aims to provide income by investing in emerging markets and US high yield bonds, quasi-sovereign bonds and in bonds issued by companies which have their registered office in emerging markets and the USA, primarily denominated in US dollars. HSBC Global Asset Management (USA) Inc manages approximately 40% of the Fund.

The allocations to these asset classes will vary through time and are reviewed and adjusted to meet the Fund objective at least annually.

When adjusting the asset allocation the Investment Manager intends to maintain the existing risk profile of the Fund and will monitor this on an ongoing basis.

Income is accounted for and paid on an effective yield basis rather than a coupon basis.

The Manager has determined that the Fund will not invest in securities issued by companies that are considered, after reasonable enquiries, to be involved in the use, development, manufacturing, stockpiling, transfer or trade of cluster munitions and/or anti-personnel mines.

Percentage growth				
31/07/2013 to 31/07/2014	31/07/2014 to 31/07/2015	31/07/2015 to 31/07/2016	31/07/2016 to 31/07/2017	31/07/2017 to 31/07/2018
5.4%	3.5%	9.5%	3.2%	-1.2%

This information relates to the past, and past performance is no guarantee of future performance. All the above figures are on a bid to bid basis, net income reinvested.

Source: Morningstar.

Economic and Market Review

Global equity markets rose during the review period with geopolitics, monetary policies and the future of global trades dominating the headlines. Increasingly protectionist US policies continued to shape global markets. President Trump announced that the US would place tariffs on aluminium and steel goods entering the country as well as imposing a 25% tariff on \$50 billion of Chinese goods. China retaliated in kind, introducing tariffs against a range of US imports, most notably soybeans. The US central bank, the Fed, meanwhile raised official interest rates by 0.25% in March and again in June, reflecting a US economy which is growing. However, the Fed surprised markets by announcing its plan to increase rates twice more in 2018. In Continental Europe, the European Central Bank announced earlier in the year that it would terminate its bond purchase programme and stated that it would be unlikely to raise rates until summer 2019. In the UK, Brexit continued to garner attention. The UK and the EU had agreed a transitional period running from 29 March 2019 (the date two years after article 50 was triggered) to 31 December 2020, during which the UK would remain in the Single Market and Customs Union on current terms and would be able to negotiate trade deals, but not implement them. However, the implementation of the transitional agreement will depend on other key issues, including the possibility of a hard border with Ireland which remains unresolved. Meanwhile, UK inflation has softened in recent months and growth remains sluggish.

Government bond markets performed positively during the period supported by a low level of interest rates. With yields at historically low levels, and issuers keen to take advantage of low borrowing costs before further US interest rate rises, global bond

issuance approached all-time highs. Improved economic growth prospects and renewed confidence in the financial sector was also supportive to volumes.

Credit markets (corporate bonds) performed well against a backdrop of stable to lower yields in government bonds and investors who continued to seek out the additional yield offered by corporate bond paper. Meanwhile, with global economic growth buoyant, high-yield bonds, while higher risk, have continued income attractions for some investors.

Emerging market bonds have weakened over the period, given fears of increased protectionism leading to a global trade war. Emerging market bonds have also been affected by a stronger US dollar (translating into higher funding costs), the prospect of further monetary tightening by developed countries' central banks, and continued risks surrounding North Korea. Meanwhile, the central banks of Argentina, Turkey and Indonesia all raised interest rates to stave off pressure on their countries' currencies. However, emerging market bonds remain well supported by their yield merits and their gearing to higher global economic growth. Meanwhile, global demand for yields and long-term dollar weakness continued to draw investor flows into these asset classes.

Activity

The High Income Fund comprised investments in UK corporate bonds, high yield bonds and emerging market bonds during the period. Although the overall credit markets fared well over the period, the corporate bond sleeve's value fell over the period with performance slightly above benchmark, largely from asset allocation decisions. The underweight in Financials and overweight in Telecommunications contributed to

relative performance. Within Financials the Fund is underweight mainly in senior bonds from non-Banks and Insurance companies. However, overall issuer selection was negative, particularly within Financials and Utilities. This was slightly offset by positive impacts from issuer selection within Consumer goods, Consumer Services and Telecommunications.

Within the high yield element, the Fund delivered positive return and outperformed its benchmark over the period. By sector, the strategy's main overweight is to energy where we continued to see good relative value within the sector. The strategy was also overweight pipelines and refining, modestly underweight to exploration and production and more underweight to oilfield services. The average credit quality of the strategy is one notch below the benchmark at BB-, but was overweight in single B and CCC and is underweight in BB. The CCC exposure was largely in more defensive industries and in companies with improving credit profiles.

The emerging market bond investment posted negative returns over the review period but outperformed against its benchmark. Overall, the investment grade (IG) segment has meaningfully outperformed the high yield (HY) sector and the portfolio's overweight to the HY sector has been a significant driver of underperformance over this period. Within the IG sector, the main driver of underperformance is the underweight position to China, Poland and Malaysia as well as the portfolio's concentration on longer-dated bonds in quasi-sovereign issue PEMEX in Mexico. Within the HY element, the largest detractors are the overweight positioning in Argentina and Turkey. However, these losses were partially offset by a focus on shorter-dated bonds in Brazil and the participation in a number of new issues in frontier countries including Egypt, Nigeria, Sri Lanka and Kenya. Finally, overweight to improving growth stories in the Caribbean, including Costa Rica and Dominican Republic added to relative returns, benefitting from US growth and higher levels of US dollar remittances.

Outlook

In the UK, ongoing Brexit negotiations continue to bring uncertainty to both the political and economic climates. In turn, these will have a bearing on the UK bond market. It is difficult to quantify such effects, though it is reasonable to expect such a background to be unhelpful for economic growth. Nevertheless, the prospect of a significant slowdown in the UK seems less likely against a background of growth in the major economic blocs which we expect to continue.

The outlook for the high yield market remains positive. Despite increased volatility, the current macro-environment as well as the continued expectation of global growth in 2018 remains supportive for credit fundamentals and default rates remain low. Most corporate markets remain moderately expensive whilst US investment grade and high yield spreads may be more volatile given fuller valuations.

Recent emerging market debt volatility has stemmed from a culmination of negative factors, including uneven global growth, US dollar strength, Fed tightening and an escalation of trade tensions. While risk appetite has reduced in the recent three months, the re-pricing of emerging markets debt has resulted in a meaningful cheapening in valuations, particularly in hard currency where spreads are at their widest levels in 18 months. However, selectivity will continue to be paramount, particularly as we have witnessed a dispersion between sectors and countries and a rise in idiosyncratic risk.

Portfolio statement

This section details all the different fixed interest securities/government stocks in which the Fund invests, by denomination currency. It also shows the number of securities held, the percentage each fixed interest security/government stock represents of the Fund as a whole and the value of those securities at the end of the period (shown under bid value).

As at 31 July 2018

	HOLDING OR NOMINAL VALUE OF POSITIONS AS AT 31 JULY 2018	BID VALUE (£)	% OF NET TOTAL ASSETS		HOLDING OR NOMINAL VALUE OF POSITIONS AS AT 31 JULY 2018	BID VALUE (£)	% OF NET TOTAL ASSETS
FIXED INTEREST SECURITIES					Annington Finance		
(95.92%; 31/01/18 95.17%)					3.935% 12/7/2047	£250,000	256,189
							0.10
STERLING DENOMINATED BONDS					Aspire Defence		
(51.95%; 31/01/18 51.34%)					Finance 4.674%		
					31/3/2040	£470,000	524,499
							0.20
AA Bond				AT&T			
4.2487% 31/7/2043	£394,000	407,357	0.16	4.25% 1/6/2043	£350,000	364,361	0.14
AA Bond				Aviva			
4.875% 31/7/2043	£500,000	504,057	0.19	6.125% 14/11/2036	£260,000	291,698	0.11
ABN AMRO Bank				Aviva			
1.375% 7/6/2022	£500,000	493,863	0.19	6.125% variable			
Affinity Sutton				perpetual	£920,000	1,010,045	0.39
4.25% 8/10/2042	£200,000	239,683	0.09	AXA			
Affinity Sutton				5.453% variable			
5.981% 17/9/2038	£537,000	775,978	0.30	perpetual	£906,000	975,105	0.37
Allianz Finance				AXA			
4.5% 13/3/2043	£200,000	262,399	0.10	5.625% variable			
America Movil				16/1/2054	£100,000	108,769	0.04
6.375% variable				Bank of America			
6/9/2073	£1,000,000	1,068,750	0.41	4.25% 10/12/2026	£1,200,000	1,335,889	0.51
American Honda				Bank of America			
Finance 1.3%				6.125% 15/9/2021	£1,250,000	1,414,374	0.54
21/3/2022	£1,000,000	990,539	0.38	Banque Fédérative			
Anglian Water				du Crédit Mutuel			
Services 2.625%				0.875% 8/6/2020	£400,000	395,930	0.15
15/6/2027	£350,000	332,815	0.13	Barclays Bank			
Anheuser-Busch				2.375% variable			
InBev 1.75%				6/10/2023	£560,000	552,187	0.21
7/3/2025	£419,000	408,505	0.16	Barclays Bank			
Anheuser-Busch				3.125% 17/1/2024	£833,000	837,596	0.32
InBev 2.25%				Barclays Bank			
24/5/2029	£513,000	490,753	0.19	3.25% 17/1/2033	£382,000	355,079	0.14
Anheuser-Busch				Barclays Bank			
InBev 2.85%				4.25% 12/1/2022	£2,279,000	2,498,407	0.96
25/5/2037	£339,000	325,840	0.12	BASF			
Annington Finance				1.375% 21/6/2022	£222,000	221,041	0.08
2.646% 12/7/2025	£318,000	315,126	0.12	BAT International			
Annington Finance				Finance 1.75%			
3.184% 12/7/2029	£616,000	611,182	0.23	5/7/2021	£463,000	462,590	0.18
Annington Finance							
3.685% 12/7/2034	£203,000	206,157	0.08				

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BAT International Finance 2.25% 9/9/2052	£120,000	89,900	0.03	Credit Suisse 2.75% 8/8/2025	£1,571,000	1,556,664	0.60
BAT International Finance 4% 4/9/2026	£600,000	649,455	0.25	Credit Suisse Group Funding 3% 27/5/2022	£1,093,000	1,129,720	0.43
BAT International Finance 4% 23/11/2055	£523,000	563,661	0.22	CYBC 3.125% variable 22/6/2025	£438,000	431,168	0.17
BHP Billiton Finance 6.5% variable 22/10/2077	£264,000	300,111	0.11	Daimler 1.5% 18/8/2021	£600,000	596,777	0.23
BL Superstore 5.578% 4/10/2025	£1,800,000	2,075,940	0.79	Daimler 2.75% 4/12/2020	£950,000	975,045	0.37
BP Capital Markets 2.274% 3/7/2026	£500,000	501,558	0.19	Deutsche Bank 1.75% 16/12/2021	£400,000	390,522	0.15
BPCE 5.25% 16/4/2029	£900,000	1,020,252	0.39	Direct Line Insurance Group 4.75% variable perpetual	£344,000	310,976	0.12
British Telecommunications 3.625% 21/11/2047	£200,000	192,443	0.07	Discovery Communications 2.5% 20/9/2024	£425,000	415,346	0.16
Broadgate 4.821% 5/7/2033	£540,000	695,810	0.27	Dong Energy 5.75% 9/4/2040	£250,000	351,033	0.13
Broadgate Financing 5.098% 5/4/2035	£130,000	141,382	0.05	Electricite de France 5.5% 27/3/2037	£300,000	370,148	0.14
BUPA Finance 2% 5/4/2024	£367,000	362,896	0.14	Electricite de France 5.5% 17/10/2041	£400,000	504,167	0.19
Cadent Finance 2.625% 22/9/2038	£950,000	865,986	0.33	Electricite de France 5.875% variable perpetual	£500,000	502,333	0.19
Cadent Finance 2.75% 22/9/2046	£868,000	779,629	0.30	Electricite de France 6% 23/1/2114	£900,000	1,168,988	0.45
Citigroup 5.15% 21/5/2026	£942,000	1,103,935	0.42	Electricite de France 6% variable perpetual	£600,000	620,940	0.24
Compass 2% 3/7/2029	£105,000	100,632	0.04	Electricite de France 6.25% 30/5/2028	£650,000	836,706	0.32
Coventry Building Society 1.875% 24/10/2023	£383,000	377,336	0.14	Enel Finance 5.75% 14/9/2040	£1,584,000	2,011,315	0.77
CPUK Finance 7.239% 28/2/2042	£1,110,000	1,364,966	0.52	European Investment Bank 4.5% 7/3/2044	£4,110,000	6,109,199	2.34

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Eversholt Funding 6.697% 22/2/2035	£790,000	1,010,369	0.39	HSBC Holdings 2.175% variable 27/6/2023*	£485,000	483,445	0.18
Gatwick Funding 3.125% 28/9/2041	£561,000	542,560	0.21	HSBC Holdings 2.256% variable 13/11/2026*	£583,000	561,307	0.21
GE Capital UK Funding 5.875% 18/1/2033	£2,115,000	2,775,411	1.06	HSBC Holdings 6% 29/3/2040*	£1,825,000	2,325,604	0.89
General Electric Capital UK 6.75% 6/8/2018	£1,600,000	1,600,960	0.61	HSBC Holdings 7% 7/4/2038*	£350,000	494,375	0.19
General Motors Financial 2.25% 6/9/2024	£645,000	624,858	0.24	Imperial Brands 4.875% 7/6/2032	£680,000	779,848	0.30
GKN Holdings 3.375% 12/5/2032	£339,000	345,910	0.13	Imperial Brands 5.5% 28/9/2026	£490,000	575,891	0.22
ClaxoSmithkline Capital 4.25% 18/12/2045	£800,000	986,516	0.38	ING Bank 5.375% 15/4/2021	£430,000	474,424	0.18
Glencore 6% 3/4/2022	£173,000	193,342	0.07	Innogy Finance 4.75% 31/1/2034	£1,000,000	1,176,060	0.45
Goldman Sachs 3.125% 25/7/2029	£352,000	350,663	0.13	Innogy Finance 6.125% 6/7/2039	£350,000	487,828	0.19
Goldman Sachs 4.25% 29/1/2026	£100,000	109,577	0.04	Innogy Finance 6.25% 3/6/2030	£342,000	449,042	0.17
Goldman Sachs 7.25% 10/4/2028	£1,146,000	1,551,561	0.59	Intu (SGS) Finance 3.875% 17/3/2023	£950,000	996,326	0.38
Great Rolling Stock 6.5% 5/4/2031	£600,000	670,374	0.26	Intu (SGS) Finance 4.25% 17/9/2035	£300,000	324,223	0.12
Greene King Finance 4.0643% 15/3/2035	£496,000	480,127	0.18	Intu Metrocentre Finance 4.125% 6/12/2028	£790,000	843,554	0.32
Heathrow Funding 2.75% 9/8/2051	£155,000	137,307	0.05	Italy (Government of) 6% 4/8/2028	£540,000	636,239	0.24
Heathrow Funding 5.875% 13/5/2041	£782,000	1,091,095	0.42	Juturna Euro Loan Conduit 5.0636% 10/8/2033	£1,366,000	1,411,027	0.54
Heathrow Funding 6% 20/3/2020	£1,840,000	1,970,889	0.75	KFW 5.75% 7/6/2032	£3,295,000	4,885,325	1.87
Heathrow Funding 7.125% 14/2/2024	£1,170,000	1,429,872	0.55	Koninklijke 5.75% 17/9/2029	£346,000	424,417	0.16

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Korea Development Bank 1.75% 15/12/2022	£500,000	496,500	0.19	Northumbrian Water Finance 2.375% 5/10/2027	£464,000	449,535	0.17
LafargeHolcim Sterling Finance (Netherlands) 3% 12/5/2032	£177,000	166,479	0.06	Orange 8.125% 20/11/2028	£470,000	691,393	0.27
LCR Finance 5.1% 7/3/2051	£750,000	1,300,342	0.50	PGH Capital 4.125% 20/7/2022	£595,000	608,738	0.23
Leeds Building Society 3.75% variable 25/4/2029	£150,000	143,355	0.05	Phoenix Group 5.75% variable perpetual	£313,000	286,019	0.11
Lloyds Banking Group 2.25% 16/10/2024	£1,247,000	1,211,831	0.46	Prologis 2.25% 30/6/2029	£625,000	586,195	0.22
Lloyds Banking Group 7.625% 22/4/2025	£930,000	1,193,793	0.46	Prudential 5% 20/7/2055	£200,000	210,481	0.08
London & Quardrant 2.75% 20/7/2057	£304,000	274,503	0.10	Quadrant Housing 7.93% 10/2/2033	£280,000	388,290	0.15
London & Quardrant 4.625% 5/12/2033	£540,000	650,484	0.25	Royal Bank of Scotland 2.875% variable 19/9/2026	£900,000	886,564	0.34
Manchester Airport 2.875% 31/3/2039	£462,000	442,417	0.17	Royal Bank of Scotland 5.125% 13/1/2024	£1,600,000	1,884,657	0.72
Marston's Issuer 5.1576% variable 15/10/2027	£599,000	594,146	0.23	RCI Banque SA 1.875% 8/11/2022	£462,000	460,499	0.18
Marston's Issuer 5.1774% variable 15/7/2032	£208,000	226,665	0.09	Saga 3.375% 12/5/2024	£581,000	553,402	0.21
Mexico (Government of) 5.625% 19/3/2114	£400,000	413,000	0.16	Sanctuary Capital 5% 26/4/2047	£510,000	686,069	0.26
Mondelez International 3.875% 6/3/2045	£300,000	308,220	0.12	Santander UK 5.25% 16/2/2029	£1,440,000	1,856,884	0.71
Mondelez International 4.5% 3/12/2035	£490,000	544,488	0.21	Santander UK Group Holdings 2.92% variable 8/5/2026	£300,000	297,503	0.11
Motability Operations Group 2.375% 14/3/2032	£515,000	495,384	0.19	Santander UK Group Holdings 3.625% 14/1/2026	£1,025,000	1,068,872	0.41
Network Rail 4.75% 29/11/2035	£2,050,000	2,900,996	1.11	Santander UK Group Holdings 6.75% variable perpetual	£200,000	207,400	0.08
NewRiver 3.5% 7/3/2028	£278,000	271,190	0.10	Scentre Management 2.375% 8/4/2022	£880,000	898,569	0.35

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Scentre Management					UK Treasury				
3.875% 16/7/2026	£330,000	360,654	0.14	4.25% 7/12/2027	£1,600,000	2,009,136	0.77		
Severn Trent Utilities				UK Treasury					
Finance 1.625%				4.75% 7/12/2030	£230,000	312,972	0.12		
4/12/2022	£561,000	556,621	0.21	UK Treasury					
Sky				4.75% 7/12/2038	£680,000	1,031,329	0.40		
4% 26/11/2029	£700,000	776,483	0.30	UK Treasury					
SNCF Reseau				0.5% 22/7/2022	£1,400,000	1,376,088	0.53		
5% 11/3/2052	£230,000	368,883	0.14	UK Treasury					
SNCF Reseau				1.5% 22/1/2021	£3,250,000	3,304,860	1.26		
5.25% 31/1/2035	£1,070,000	1,497,707	0.57	UK Treasury					
Society of Lloyds				3.25% 22/1/2044	£1,180,000	1,528,407	0.59		
4.75% 30/10/2024	£1,340,000	1,439,510	0.55	Unique Pub Finance					
South Eastern Power				5.659% 30/6/2027	£424,000	350,093	0.13		
Networks 5.625%				Virgin Money					
30/9/2030	£780,000	992,394	0.38	3.375% variable					
Southern Water Services				24/4/2026	£264,000	263,185	0.10		
Finance 4.5%				Vodafone					
variable 31/3/2038	£900,000	957,066	0.37	3% 12/8/2056	£887,000	770,047	0.29		
Svenska Handelsbanken				Volkswagen Financial					
1.625% 18/6/2022	£472,000	471,186	0.18	Services					
Swedbank				2.25% 12/4/2025	£466,000	455,939	0.17		
1.25% 29/12/2021	£402,000	397,301	0.15	Wellcome Trust					
Telefonica Emisiones				2.517% 7/2/2018	£100,000	93,940	0.04		
5.375% 2/2/2026	£240,000	279,952	0.11	Wells Fargo					
Telereal Securitisation				& Company					
4.0902% variable				1.375% 30/6/2022	£880,000	859,483	0.33		
10/12/2033	£100,000	104,130	0.04	Wells Fargo					
Telereal Securitisation				& Company					
4.01% 10/12/2033	£1,500,000	1,260,506	0.48	2% 28/7/2025	£925,000	890,159	0.34		
Telereal Securitisation				Western Power					
5.4252% 10/12/2031	£140,000	150,051	0.06	5.75% 23/3/2040	£800,000	1,105,640	0.42		
Telereal Securitisation				Western Power					
6.1645% 10/12/2031	£182,000	205,408	0.08	Distribution 2.375%					
Thames Water Utilities				16/5/2029	£264,000	253,387	0.10		
2.375% 3/5/2023	£995,000	969,399	0.37	Western Power					
Time Warner Cable				Distribution					
5.25% 15/7/2042	£338,000	370,413	0.14	5.75% 10/12/2040	£100,000	146,924	0.06		
UBS 1.25%				Western Power					
10/12/2020	£315,000	313,123	0.12	Distribution Holding					
				3.875% 17/10/2024	£353,000	383,582	0.15		

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	HOLDING OR NOMINAL VALUE OF POSITIONS AS AT 31 JULY 2018	BID VALUE (£)	% OF NET TOTAL ASSETS		HOLDING OR NOMINAL VALUE OF POSITIONS AS AT 31 JULY 2018	BID VALUE (£)	% OF NET TOTAL ASSETS
Westfield America Manage 2.625% 30/3/2029	£300,000	293,247	0.11	Telefonica Europe 3% variable perpetual	€300,000	260,100	0.10
WPP Finance 2.875% 14/9/2046	£498,000	402,409	0.15	Teva Pharmaceutical Finance Netherlands II 1.125% 15/10/2024	€361,000	284,715	0.11
Yorkshire Building Society 3.375% variable 13/9/2028	£280,000	261,648	0.10	Teva Pharmaceutical Finance Netherlands II 1.625% 15/10/2028	€272,000	197,248	0.08
Yorkshire Water 6.5876% 21/2/2023	£1,684,000	2,024,992	0.78	Unibail-Rodamco 2.125% variable perpetual	€100,000	88,575	0.03
Total sterling denominated bonds		135,854,322	51.95	UniCredit 6.95% 31/10/2022	€90,000	93,468	0.04
EURO DENOMINATED BONDS (1.49%; 31/01/18 1.16%)				Total euro denominated bonds		3,888,517	1.49
Assicurazioni Generali 7.75% variable 12/12/2042	€200,000	214,472	0.08	INDONESIAN RUPIAH DENOMINATED BONDS (0.50%; 31/01/18 0.00%)			
Assicurazioni Generali 10.125% variable 10/7/2042	€100,000	113,960	0.04	Indonesia (Government of) 6.125% 15/5/2028	IDR27,974,000,000	1,317,846	0.50
Barclays Bank 1.375% 24/1/2026	€280,000	240,403	0.09	Total Indonesian rupiah denominated bonds		1,317,846	0.50
Enel 2.5% variable 24/11/2078	€200,000	172,602	0.06	MEXICAN PESO DENOMINATED BONDS (0.23%; 31/01/18 0.17%)			
Innogy Finance 1.5% 31/7/2029	€545,000	470,723	0.18	Mexico (Government of) 8% 7/12/2023	MXN73,200	302,410	0.11
KBC 4.25% variable perpetual	€400,000	327,890	0.13	Mexico (Government of) 8% 7/11/2047	MXN75,300	311,735	0.12
Natwest Markets 1.125% 14/6/2023	€364,000	322,671	0.12	Total Mexican peso denominated bonds		614,145	0.23
Novartis Finance 1.7% 14/8/2038	€666,000	588,982	0.23	TURKISH LIRA DENOMINATED BONDS (0.12%; 31/01/18 0.00%)			
Telefonica Europe 2.625% variable perpetual	€600,000	512,708	0.20	Turkey (Republic of) 12.2% 18/1/2023	TRY2,585,282	313,154	0.12
				Total Turkish lira denominated bonds		313,154	0.12

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US DOLLAR DENOMINATED BONDS							
(41.63%; 31/01/18 42.50%)							
Amsurg				Amsurg			
6.5% 1/3/2024	\$350,000	271,488	0.10	6.25% 1/12/2024	\$278,000	226,501	0.09
Arcadia Healthcare				Andeavor Logistics			
6.5% 1/3/2024	\$350,000	271,488	0.10	6.875% variable			
Aircastle				perpetual	\$275,000	210,692	0.08
5% 1/4/2023	\$115,000	89,203	0.03	Angola (Republic of)			
Aircastle				8.25% 9/5/2028	\$200,000	157,987	0.06
5.5% 15/2/2022	\$59,000	46,609	0.02	ARD Finance			
Akbank				7.125% 15/9/2023	\$168,000	129,354	0.05
6.797% variable				Ardagh Packaging			
27/4/2028	\$450,000	261,372	0.10	Finance			
Ally Financial				4.625% 15/5/2023	\$200,000	150,562	0.06
4.125% 13/2/2022	\$124,000	93,609	0.04	Argentina (Republic of)			
Ally Financial				5.875% 11/1/2028	\$1,300,000	834,953	0.32
4.25% 15/4/2021	\$180,000	137,564	0.05	Argentina (Republic of)			
Ally Financial				6.875% 11/1/2048	\$2,045,000	1,222,261	0.47
4.625% 19/5/2022	\$422,000	323,352	0.12	Argentina (Republic of)			
Ally Financial				7.5% 22/4/2026	\$400,000	290,208	0.11
4.625% 30/3/2025	\$88,000	66,265	0.03	Argentina (Republic of)			
Ally Financial				7.625% 22/4/2046	\$1,890,000	1,221,962	0.47
5.75% 20/11/2025	\$388,000	306,510	0.12	Banco Bilbao Vizcaya			
Altice Financing				Argentina 6.125%			
6.625% 15/2/2023	\$244,000	187,954	0.07	variable perpetual	\$200,000	139,737	0.05
American Axle & Manufacturing				Banco de Bogota			
6.25% 1/4/2025	\$436,000	323,240	0.12	4.375% 3/8/2027	\$600,000	443,163	0.17
American Axle & Manufacturing				Bank of America			
6.25% 15/3/2026	\$434,000	318,035	0.12	6.5% variable perpetual	\$350,000	284,162	0.11
American Axle & Manufacturing				Barclays Bank			
6.5% 1/4/2027	\$412,000	305,447	0.12	7.875% variable			
American Express				perpetual	\$200,000	160,259	0.06
5.2% variable				Bausch Health			
perpetual	\$415,000	321,117	0.12	5.5% 1/3/2023	\$117,000	84,511	0.03
Amsurg				Bausch Health			
5.125% 1/7/2022	\$859,000	665,500	0.25	6.125% 15/4/2025	\$246,000	175,815	0.07
Amsurg				Blue Cube Spinco			
5.625% 15/7/2022	\$115,000	89,642	0.03	10% 15/10/2025	\$169,000	149,288	0.06
				Blue Racer			
				Midstream			
				6.125% 15/11/2022	\$1,100,000	848,008	0.32

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BlueLine Rental Finance				Centene			
9.25% 15/3/2024	\$750,000	606,061	0.23	4.75% 15/5/2022	\$145,000	111,783	0.04
Boise Cascade				Centene			
5.625% 1/9/2024	\$250,000	190,585	0.07	5.375% 1/6/2026	\$44,000	34,340	0.01
Boyd Gaming				Centene			
6.875% 15/5/2023	\$125,000	100,206	0.04	6.125% 15/2/2024	\$191,000	153,251	0.06
Boyne USA				Centurylink			
7.25% 1/5/2025	\$265,000	211,111	0.08	5.625% 1/4/2020	\$159,000	123,939	0.05
Brazil (Republic of)				Centurylink			
5.625% 21/2/2047	\$1,360,000	951,248	0.36	5.625% 1/4/2025	\$436,000	317,423	0.12
Buckeye Partners				Centurylink			
6.375% variable				6.75% 1/12/2023	\$259,000	202,382	0.08
22/1/2078	\$490,000	342,990	0.13	Chemours			
Cablevision Systems				5.375% 15/5/2027	\$290,000	215,275	0.08
5.875% 15/9/2022	\$783,000	599,186	0.23	Chemours			
Calpine				6.625% 15/5/2023	\$131,000	104,682	0.04
5.75% 15/1/2025	\$826,000	579,318	0.22	Chemours			
Calpine				7% 15/5/2025	\$87,000	70,904	0.03
6% 15/1/2022	\$323,000	250,215	0.10	Chile (Republic of)			
Camelot Finance				3.24% 6/2/2028	\$675,000	493,225	0.19
7.875% 15/10/2024	\$442,000	334,848	0.13	Citigroup			
Capital One Financial				5.875% variable			
5.55% variable				perpetual	\$740,000	578,235	0.22
perpetual	\$200,000	156,089	0.06	Clearwater Paper			
Carlson Travel				5.375% 1/2/2025	\$911,000	625,043	0.24
6.75% 15/12/2023	\$533,000	404,296	0.15	Cleveland-Cliffs			
Cascades 5.5%				5.75% 1/3/2025	\$775,000	573,089	0.22
15/7/2022	\$183,000	138,462	0.05	Colbun SA			
CCO Holdings				3.95% 11/10/2027	\$200,000	144,450	0.06
5% 1/2/2028	\$267,000	191,205	0.07	Colombia (Republic of)			
CCO Holdings				5% 15/6/2045	\$400,000	303,411	0.12
5.125% 1/5/2027	\$209,000	152,130	0.06	Colombia (Republic of)			
CCO Holdings				6.125% 18/1/2041	\$470,000	403,983	0.15
5.25% 30/9/2022	\$111,000	85,466	0.03	Comision Federal			
CCO Holdings				De Electricidad			
5.5% 1/5/2026	\$810,000	606,690	0.23	4.75% 23/2/2027	\$200,000	151,147	0.06
CCO Holdings				CommScope			
5.875% 1/4/2024	\$183,000	141,950	0.05	5% 15/6/2021	\$228,000	174,465	0.07

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Continental Resources 3.8% 1/6/2024	\$380,000	284,567	0.11	Dish DBS 6.75% 1/6/2021	\$182,000	139,639	0.05
Côte d'Ivoire (Government of) 5.375% 23/7/2024	\$200,000	146,781	0.06	Dominican Republic 6% 19/7/2028	\$400,000	307,986	0.12
Côte d'Ivoire (Government of) 5.75% 31/12/2032 Step	\$202,000	135,862	0.05	Dominican Republic 6.5% 15/2/2048	\$230,000	172,270	0.07
Côte d'Ivoire (Government of) 6.625% 22/3/2048	\$190,000	164,857	0.06	Dominican Republic 6.85% 27/1/2045	\$310,000	240,646	0.09
Credit Agricole SA 7.875% variable perpetual	\$270,000	219,190	0.08	Eagle Holding 7.625% 15/5/2022	\$878,000	675,821	0.26
CSC Holdings 5.25% 1/6/2024	\$730,000	535,639	0.21	Eagle Intermediate Global Holding 7.5% 1/5/2025	\$325,000	246,522	0.09
CSC Holdings 10.875% 15/10/2025	\$696,000	615,483	0.24	Ecuador (Republic of) 7.875% 23/1/2028	\$300,000	207,090	0.08
Dana Financing Luxembourg 5.75% 15/4/2025	\$246,000	184,723	0.07	Ecuador (Republic of) 7.95% 20/6/2024	\$200,000	145,988	0.06
Dana Financing Luxembourg 6.5% 1/6/2026	\$149,000	115,009	0.04	Ecuador (Republic of) 8.875% 23/10/2027	\$260,000	191,271	0.07
DCP Midstream 7.375% variable perpetual	\$1,292,000	977,557	0.37	Ecuador (Republic of) 9.65% 13/12/2026	\$400,000	307,223	0.12
Dell 7.1% 15/4/2028	\$503,000	411,258	0.16	Egypt (Republic of) 6.588% 21/2/2028	\$820,000	612,313	0.23
Demeter Investments 5.125% variable 1/6/2048	\$210,000	157,616	0.06	Egypt (Republic of) 8.50% 31/1/2047	\$400,000	320,867	0.12
Diamond 1 Finance/ Diamond 2 Finance 2 7.125% 15/6/2024	\$548,000	449,095	0.17	El Salvador (Government of) 7.625% 1/2/2041	\$150,000	112,922	0.04
Dish DBS 5.875% 15/7/2022	\$169,000	120,461	0.05	El Salvador (Government of) 8.25% 10/4/2032	\$190,000	151,639	0.06
Dish DBS 5.875% 15/11/2024	\$85,000	53,783	0.02	Eldorado Resorts 7% 1/8/2023	\$500,000	400,705	0.15
				Electricite de France 5.25% variable perpetual	\$650,000	492,399	0.19
				Empresa Nacional del Petroleo 4.5% 14/9/2047	\$200,000	139,532	0.05

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Energy Transfer Equity 5.5% 1/6/2027	\$570,000	445,397	0.17	Ghana (Republic of) 10.75% 14/10/2030	\$200,000	197,188	0.08
Energy Transfer Partners 6.25% variable perpetual	\$593,000	428,065	0.16	Golden Nugget 6.75% 15/10/2024	\$438,000	332,862	0.13
EnLink Midstream Partners 6% variable perpetual	\$601,000	397,459	0.15	Golden Nugget 8.75% 1/10/2025	\$751,000	591,121	0.23
Exela Intermediate 10% 15/7/2023	\$627,000	492,925	0.19	Goldman Sachs 5% variable perpetual	\$400,000	284,353	0.11
Export Import Bank of China 2.5% 31/7/2019	\$775,000	587,047	0.22	Goldman Sachs 5.375% variable perpetual	\$250,000	194,159	0.07
Export Import Bank of China 3.25% 28/11/2027	\$460,000	325,641	0.12	Goldman Sachs FRN 15/5/2026	\$435,000	329,044	0.13
Export Import Bank of China 3.625% 31/7/2024	\$200,000	149,978	0.06	Gulfport Energy 6% 15/10/2024	\$1,000,000	734,181	0.28
Export Import Bank of India 3.375% 5/8/2026	\$200,000	140,761	0.05	Halcon Resources 6.75% 15/2/2025	\$498,000	352,121	0.13
FAGE International 5.625% 15/8/2026	\$660,000	454,088	0.17	HCA 4.5% 15/2/2027	\$195,000	144,568	0.06
Five Point Operating 7.875% 15/11/2025	\$385,000	297,537	0.11	HCA 4.75% 1/5/2023	\$54,000	41,702	0.02
Flex Acquisition 7.875% 15/7/2026	\$322,000	247,167	0.09	HCA 5.375% 1/2/2025	\$261,000	201,458	0.08
Freeport-McMoRan 4.55% 14/11/2024	\$433,000	319,159	0.12	HCA 5.875% 15/2/2026	\$150,000	118,210	0.05
Gabonese Republic 6.375% 12/12/2024	\$200,000	142,518	0.05	HCA 6.5% 15/2/2020	\$62,000	49,194	0.02
Gabonese Republic 6.95% 16/6/2025	\$350,000	252,735	0.10	HCA 7.5% 15/2/2022	\$470,000	393,682	0.15
Gazprom 4.95% 23/3/2027	\$200,000	148,028	0.06	HSBC Holdings 6% variable perpetual*	\$500,000	367,639	0.14
Genesis Energy 5.625% 15/6/2024	\$1,014,000	720,835	0.28	HudBay Minerals 7.25% 15/1/2023	\$550,000	431,342	0.17
GFL Environmental 5.375% 1/3/2023	\$168,000	118,900	0.05	HudBay Minerals 7.625% 15/1/2025	\$145,000	114,132	0.04
				Hungary (Republic of) 5.375% 25/3/2024	\$76,000	62,260	0.02
				Hungary (Republic of) 7.625% 29/3/2041	\$350,000	376,899	0.14

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IAMGOLD 7% 15/4/2025	\$394,000	306,745	0.12	iShares iBoxx \$ High Yield Corporate Bond ETF	\$17,750	1,165,336	0.45
ICICI Bank 5.75% 16/11/2020	\$160,000	126,202	0.05	Jacobs Entertainment 7.875% 1/2/2024	\$642,000	511,447	0.20
Indian Oil 5.75% 1/8/2023	\$425,000	340,495	0.13	Jaguar Holding 6.375% 1/8/2023	\$303,000	232,650	0.09
Indonesia (Government of) 4.35% 8/1/2027	\$200,000	152,784	0.06	Jamaica (Government of) 6.75% 28/4/2028	\$200,000	168,096	0.06
Indonesia (Government of) 4.75% 8/1/2026	\$1,870,000	1,466,252	0.56	Jamaica (Government of) 7.875% 28/7/2045	\$400,000	354,946	0.14
Indonesia (Government of) 5.25% 17/1/2042	\$200,000	159,249	0.06	Jamaica (Government of) 8% 15/3/2039	\$100,000	88,968	0.03
Indonesia (Government of) 5.25% 8/1/2047	\$200,000	159,630	0.06	JPMorgan 6% variable perpetual	\$825,000	646,931	0.25
Indonesia (Government of) 5.875% 15/1/2024	\$1,400,000	1,156,211	0.44	Kaiser Aluminium 5.875% 15/5/2024	\$61,000	47,665	0.02
Indonesia (Government of) 6.625% 17/2/2037	\$400,000	363,251	0.14	KazmunayGas National 4.75% 19/4/2027	\$300,000	229,091	0.09
Indonesia (Government of) 7.75% 17/1/2038	\$675,000	686,535	0.26	KazmunayGas National 5.75% 19/4/2047	\$200,000	149,739	0.06
Indonesia (Government of) 8.5% 12/10/2035	\$100,000	106,102	0.04	KazmunayGas National 6.375% 24/10/2048	\$200,000	159,390	0.06
Infor US 6.5% 15/5/2022	\$250,000	192,967	0.07	Kenya (Republic of) 7.25% 28/2/2028	\$200,000	154,183	0.06
Intelsat Jackson Holding 7.25% 15/10/2020	\$332,000	254,046	0.10	Kenya (Republic of) 8.25% 28/2/2048	\$200,000	154,183	0.06
inVentiv Group 7.5% 1/10/2024	\$356,000	284,963	0.11	L Brands 6.875% 1/11/2035	\$36,000	23,568	0.01
Iraq (Republic of) 5.8% 15/1/2028	\$425,000	305,273	0.12	Lebanon (Republic of) 6.85% 23/3/2027	\$650,000	417,576	0.16
Iraq (Republic of) 6.752% 9/3/2023	\$200,000	151,765	0.06	Level 3 Financing 5.25% 15/3/2026	\$598,000	438,784	0.17
				Level 3 Financing 5.375% 15/8/2022	\$251,000	191,826	0.07
				Level 3 Financing 5.375% 15/1/2024	\$179,000	135,094	0.05

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Level 3 Financing 5.625% 1/2/2023	\$41,000	31,451	0.01	MPH Acquisition 7.125% 1/6/2024	\$264,000	208,302	0.08
Level 3 Financing 6.125% 15/1/2021	\$131,000	100,771	0.04	MPT Operating Partnership 5% 15/10/2027	\$646,000	476,467	0.18
Lloyds Banking Group 7.5% variable perpetual	\$400,000	314,267	0.12	MPT Operating 6.375% 1/3/2024	\$315,000	251,244	0.10
MI Homes 5.625% 1/8/2025	\$158,000	112,922	0.04	Navient 5% 26/10/2020	\$116,000	88,431	0.03
Match Group 6.375% 1/6/2024	\$224,000	181,070	0.07	Navient 7.25% 25/9/2023	\$210,000	167,696	0.06
Mattamy Group 6.5% 1/10/2025	\$161,000	120,282	0.05	Navistar International 6.625% 1/11/2025	\$360,000	286,532	0.11
Mattamy Group 6.875% 15/12/2023	\$404,000	312,605	0.12	New Gold 6.375% 15/5/2025	\$296,000	206,472	0.08
Mexico (Government of) 3.75% 11/1/2028	\$200,000	144,540	0.06	Nigeria (Republic of) 6.5% 28/11/2027	\$400,000	298,014	0.11
Mexico (Government of) 4.125% 21/1/2026	\$1,400,000	1,059,806	0.41	Nigeria (Republic of) 7.696% 23/2/2038	\$200,000	150,846	0.06
Mexico (Government of) 4.15% 28/03/2027	\$615,000	461,572	0.18	Northwest Acquisitions 7.125% 1/11/2022	\$198,000	150,566	0.06
MGM Resorts International 5.75% 15/6/2025	\$425,000	326,729	0.12	Nova Chemicals 4.875% 1/6/2024	\$360,000	265,098	0.10
MGM Resorts International 6.75% 1/10/2020	\$275,000	220,650	0.08	Nova Chemicals 5% 1/5/2025	\$124,000	90,040	0.03
MMC Finance 4.1% 11/4/2023	\$200,000	145,621	0.06	Nova Chemicals 5.25% 1/8/2023	\$250,000	190,347	0.07
Mongolia (Government of) 5.125% 5/12/2022	\$200,000	147,517	0.06	Nova Chemicals 5.25% 1/6/2027	\$64,000	45,618	0.02
Morocco (Government of) 4.25% 11/12/2022	\$375,000	289,880	0.11	Olympus Merger 8.5% 15/10/2025	\$290,000	192,338	0.07
Mountain Province Diamonds 8% 15/12/2022	\$494,000	380,362	0.15	Oman (Government of) 3.875% 8/3/2022	\$200,000	148,367	0.06
				Oman (Government of) 4.75% 15/6/2026	\$950,000	684,378	0.26
				Oman (Government of) 5.625% 17/1/2028	\$200,000	148,845	0.06

Portfolio statement

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As at 31 July 2018

	HOLDING OR NOMINAL VALUE OF POSITIONS AS AT 31 JULY 2018	BID VALUE (£)	% OF NET TOTAL ASSETS		HOLDING OR NOMINAL VALUE OF POSITIONS AS AT 31 JULY 2018	BID VALUE (£)	% OF NET TOTAL ASSETS
Oman (Government of)				Petroleos de Venezuela			
6.75% 17/1/2048	\$200,000	145,218	0.06	6% 15/11/2026	\$500,000	82,905	0.03
ONGC Videsh Ltd				Petroleos Mexicanos			
4.625% 15/7/2024	\$550,000	419,532	0.16	3.5% 30/1/2023	\$368,000	266,514	0.10
Orient Uruguay (Republica)				Petroleos Mexicanos			
5.1% 18/6/2050	\$45,000	35,011	0.01	4.5% 23/1/2026	\$100,000	71,546	0.03
Pakistan (Government of)				Petroleos Mexicanos			
6.875% 5/12/2027	\$330,000	240,294	0.09	5.35% 12/2/2028	\$3,150,000	2,272,599	0.87
Panama (Republic of)				Petroleos Mexicanos			
4.5% 16/4/2050	\$240,000	180,217	0.07	6.35% 12/2/2048	\$156,000	107,508	0.04
Panama (Republic of)				Petroleos Mexicanos			
6.7% 26/1/2036	\$210,000	198,513	0.08	6.5% 13/3/2027	\$200,000	156,661	0.06
Park Aerospace Holdings				Petroleos Mexicanos			
4.5% 15/3/2023	\$25,000	18,201	0.01	6.75% 21/9/2047	\$140,000	98,863	0.04
Park Aerospace Holdings				Phillipines (Republic of)			
5.25% 15/8/2022	\$69,000	52,601	0.02	3% 1/2/2028	\$2,470,000	1,767,236	0.68
Park Aerospace Holdings				Phosagro Bond Funding			
5.5% 15/2/2024	\$783,000	589,451	0.23	3.949% 24/4/2023	\$370,000	267,606	0.10
PBF Holding				Pilgrim's Pride			
7% 15/11/2023	\$1,000,000	792,834	0.30	5.75% 15/3/2025	\$327,000	238,379	0.09
PBF Logistics				Pilgrim's Pride			
6.875% 15/5/2023	\$570,000	441,052	0.17	5.875% 30/9/2027	\$433,000	307,812	0.12
Peru (Republic of)				Pinnacle Entertainment Inc			
6.55% 14/3/2037	\$452,000	437,614	0.17	5.625% 1/5/2024	\$942,000	751,338	0.29
Peru LNG				Pisces Midco			
5.375% 22/3/2030	\$230,000	178,503	0.07	8% 15/4/2026	\$570,000	447,570	0.17
Petrobras Global Finance				Pitney Bowes			
5.999% 27/1/2028	\$350,000	251,984	0.10	3.875% 15/5/2022			
Petrobras Global Finance				Step	\$141,000	98,085	0.04
8.75% 23/5/2026	\$750,000	645,855	0.25	Plains All American			
Petroleos de Venezuela				6.125% variable perpetual			
6% 16/5/2024	\$800,000	134,172	0.05	31/12/2199	\$340,000	252,068	0.10
				Plastipak Holdings Inc			
				6.25% 15/10/2025	\$588,000	411,275	0.16
				Polaris Intermediate			
				8.5% 1/12/2022	\$532,000	419,253	0.16

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As at 31 July 2018

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PPL Capital Funding 6.7% variable 30/3/2067	\$475,000	357,133	0.14	Select Medical 6.375% 1/6/2021	\$615,000	473,528	0.18
QBE Insurance 5.25% variable perpetual	\$280,000	194,564	0.07	SemGroup Corp 7.25% 15/3/2026	\$326,000	247,902	0.10
Reliance Industries 4.125% 28/1/2025	\$250,000	186,182	0.07	Seminole Hard Rock Entertainment 5.875% 15/5/2021	\$668,000	509,243	0.20
Rayonier AM Products 5.5% 1/6/2024	\$393,000	280,500	0.11	Senegal (Republic of) 6.25% 23/5/2033	\$200,000	143,533	0.06
Reynolds Group 5.75% 15/10/2020	\$295,000	218,488	0.08	Senegal (Republic of) 6.75% 13/3/2048	\$280,000	193,198	0.07
Reynolds Group 6.875% 15/2/2021	\$335,000	89,496	0.03	Senegal (Republic of) 8.75% 13/5/2021	\$200,000	166,922	0.06
Reynolds Group 7% 15/7/2024	\$179,000	138,165	0.05	Serbia (Government of) 5.875% 3/12/2018	\$200,000	153,781	0.06
Romania (Government of) 5.125% 15/6/2048	\$240,000	183,972	0.07	Serbia (Government of) 7.25% 28/9/2021	\$300,000	250,143	0.10
Romania (Government of) 6.125% 22/1/2044	\$558,000	491,091	0.19	Service Corporation International 5.375% 15/1/2022	\$100,000	77,139	0.03
Rose Rock Midstream 5.625% 15/11/2023	\$750,000	543,167	0.21	SFR 6% 15/5/2022	\$300,000	235,723	0.09
Royal Bank of Scotland 8% variable perpetual	\$200,000	161,586	0.06	SFR 7.375% 1/5/2026	\$543,000	409,294	0.16
Royal Bank of Scotland 8.625% variable perpetual	\$475,000	390,212	0.15	Shelf Drilling Holdings Ltd 8.25% 15/2/2025	\$788,000	612,739	0.23
Russia Federation 4.25% 23/6/2027	\$200,000	148,604	0.06	Silversea Cruise Finance 7.25% 1/2/2025	\$680,000	561,159	0.21
Russian Federation 4.75% 27/5/2026	\$600,000	463,396	0.18	Sinopec Group 2.5% 17/10/2018	\$200,000	152,209	0.06
Russia Federation 5.25% 23/6/2047	\$400,000	302,649	0.12	Sinopec Group 3.25% 13/9/2027	\$400,000	284,065	0.11
Sanchez Energy 6.125% 15/1/2023	\$1,575,000	823,971	0.32	Sirius XM Radio 6% 15/7/2024	\$450,000	354,631	0.14
Sanchez Energy 7.25% 15/2/2023	\$321,000	240,808	0.09	SoftBank Group 6.875% variable perpetual	\$655,000	450,948	0.17

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As at 31 July 2018

	HOLDING OR NOMINAL VALUE OF POSITIONS AS AT 31 JULY 2018	BID VALUE (£)	% OF NET TOTAL ASSETS		HOLDING OR NOMINAL VALUE OF POSITIONS AS AT 31 JULY 2018	BID VALUE (£)	% OF NET TOTAL ASSETS
Southern Copper 5.25% 8/11/2042	\$50,000	38,814	0.02	Targa Resources Partners 5.375% 1/2/2027	\$399,000	298,742	0.11
Southern Peru 6.75% 16/4/2040	\$400,000	362,975	0.14	Taylor Morrison 5.875% 15/4/2023	\$350,000	266,819	0.10
Southwestern Energy 4.1% 15/3/2022	\$157,000	113,703	0.04	Telenet Finance Luxembourg 5.5% 1/3/2028	\$1,000,000	695,636	0.27
SPARC EM SPC Panama Metro Line 0% 5/12/2022	\$300,000	208,633	0.08	Tempo Acquisition 6.75% 1/6/2025	\$751,000	552,479	0.21
Springleaf Finance 6.875% 15/3/2025	\$403,000	311,832	0.12	Tencent Holdings 3.925% 19/1/2038	\$200,000	140,560	0.05
Sprint Communications 6% 15/11/2022	\$450,000	346,806	0.13	Tenet Healthcare 4.5% 1/4/2021	\$335,000	256,022	0.10
Sprint 7.125% 15/6/2024	\$1,318,000	1,031,768	0.39	Tenet Healthcare 4.625% 15/7/2024	\$119,000	87,657	0.03
Sprint Nextel 11.5% 15/11/2021	\$331,000	295,232	0.11	Tenet Healthcare 4.75% 1/6/2020	\$67,000	51,715	0.02
Sri Lanka (Republic of) 5.75% 18/4/2023	\$210,000	158,250	0.06	Tenet Healthcare 6% 1/10/2020	\$75,000	59,391	0.02
Sri Lanka (Republic of) 5.875% 25/7/2022	\$285,000	217,367	0.08	Tenet Healthcare 7.5% 1/1/2022	\$80,000	63,884	0.02
Sri Lanka (Republic of) 6.2% 11/5/2027	\$400,000	293,181	0.11	Tenet Healthcare 8.125% 1/4/2022	\$825,000	669,811	0.26
Sri Lanka (Republic of) 6.75% 18/4/2028	\$280,000	211,113	0.08	Tennessee Mergersub 6.375% 1/2/2025	\$505,000	335,897	0.13
Sri Lanka (Republic of) 6.825% 18/7/2026	\$460,000	351,570	0.13	T-Mobile USA 6.375% 1/3/2025	\$293,000	232,580	0.09
SSE 4.75% variable 16/9/2077	\$700,000	520,938	0.20	T-Mobile USA 6.5% 15/1/2026	\$342,000	273,431	0.10
State Grid Overseas 3.50% 4/5/2027	\$1,025,000	744,924	0.29	Toll Bros Finance 4.875% 15/11/2025	\$145,000	107,411	0.04
Surgery Center Holdings 8.875% 15/4/2021	\$250,000	195,826	0.08	Trinseo Materials Operating 5.375% 1/9/2025	\$200,000	150,562	0.06
Targa Resources Partners 4.25% 15/11/2023	\$225,000	164,666	0.06	Tronox 6.5% 15/4/2026	\$465,000	351,830	0.13
Targa Resources Partners 5.25% 1/5/2023	\$12,000	9,240	-	TTM Technologies 5.625% 1/10/2025	\$414,000	311,664	0.12

Portfolio statement

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As at 31 July 2018

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Turkey (Republic of) 4.875% 16/4/2043	\$600,000	330,676	0.12	US Treasury Note 2.75% 30/6/2025	\$2,400,000	1,809,462	0.69
Turkey (Republic of) 5.75% 11/5/2047	\$1,094,000	650,454	0.25	US Treasury Note 2.875% 15/5/2028	\$800,000	605,203	0.23
Turkey (Republic of) 6.125% 24/10/2028	\$2,300,000	1,602,154	0.61	Venezuela (Republic of) 7.65% 21/4/2025	\$275,000	55,702	0.02
Turkey (Republic of) 6.625% 17/2/2045	\$725,000	480,719	0.18	Venezuela (Republic of) 7.75% 13/10/2019	\$250,000	50,638	0.02
Turkey (Republic of) 6.75% 30/5/2040	\$100,000	68,444	0.03	Venezuela (Republic of) 8.25% 13/10/2024	\$338,900	70,402	0.03
Turkey (Republic of) 8% 14/2/2034	\$75,000	58,771	0.02	Turkiye Halk Bankasi 3.875% 5/2/2020	\$200,000	133,791	0.05
Turkiye Halk Bankasi 3.875% 5/2/2020	\$200,000	133,791	0.05	Turkiye Is Bankasi 6.125% 25/4/2024	\$425,000	284,921	0.11
Turkiye Is Bankasi 6.125% 25/4/2024	\$425,000	284,921	0.11	UBS 7% variable perpetual	\$600,000	481,875	0.18
UBS 7% variable perpetual	\$600,000	481,875	0.18	UBS 7.125% variable perpetual	\$100,000	79,078	0.03
UBS 7.125% variable perpetual	\$100,000	79,078	0.03	UBS Group Funding Switzerland 5% variable perpetual	\$364,000	242,833	0.09
UBS Group Funding Switzerland 5% variable perpetual	\$364,000	242,833	0.09	Ukraine (Government of) 7.375% 25/9/2032	\$255,000	176,372	0.07
Ukraine (Government of) 7.375% 25/9/2032	\$255,000	176,372	0.07	Ukraine (Government of) 7.75% 1/9/2027	\$1,090,000	795,453	0.30
Ukraine (Government of) 7.75% 1/9/2027	\$1,090,000	795,453	0.30	United Mexican 6.05% 11/1/2040	\$238,000	199,581	0.08
United Mexican 6.05% 11/1/2040	\$238,000	199,581	0.08	United Rentals North America 5.5% 15/5/2027	\$96,000	72,519	0.03
United Rentals North America 5.5% 15/5/2027	\$96,000	72,519	0.03	UPC Holding 5.5% 15/1/2028	\$330,000	230,818	0.09
UPC Holding 5.5% 15/1/2028	\$330,000	230,818	0.09	Uruguay (Government of) 4.975% 20/4/2055	\$175,000	132,209	0.05
Uruguay (Government of) 4.975% 20/4/2055	\$175,000	132,209	0.05	Viking Cruises 5.875% 15/9/2027	\$986,000	735,883	0.28
Viking Cruises 5.875% 15/9/2027	\$986,000	735,883	0.28	Virgin Media Secured Finance 5.25% 15/1/2026	\$932,000	667,871	0.26
Virgin Media Secured Finance 5.25% 15/1/2026	\$932,000	667,871	0.26	VOC Escrow 5% 15/2/2028	\$51,000	37,227	0.01
VOC Escrow 5% 15/2/2028	\$51,000	37,227	0.01	Wand Merger 8.125% 15/7/2023	\$272,000	215,671	0.08
Wand Merger 8.125% 15/7/2023	\$272,000	215,671	0.08	Warrior Met Coal 8.0% 1/11/2024	\$700,000	550,982	0.21
Warrior Met Coal 8.0% 1/11/2024	\$700,000	550,982	0.21	Waste Pro 5.5% 15/2/2026	\$100,000	73,006	0.03
Waste Pro 5.5% 15/2/2026	\$100,000	73,006	0.03	WeWork 7.875% 1/5/2025	\$380,000	281,723	0.11
WeWork 7.875% 1/5/2025	\$380,000	281,723	0.11				

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William Lyon Homes 6% 1/9/2023	\$49,000	36,570	0.01	Sold sterling	£15,000		
Wyndham Destinations 5.1% 1/10/2025	\$358,000	281,105	0.11	For US dollars (Expires 2/8/2018)	\$19,670	(6)	-
Yapi Kredi Bank 5.85% 21/6/2024	\$450,000	295,746	0.11	Sold sterling	£500,000		
Zambia (Republic of) 8.97% 30/7/2027	\$200,000	136,994	0.05	For US dollars (Expires 2/8/2018)	\$657,025	833	-
Zayo Capital 5.75% 15/1/2027	\$659,000	497,358	0.19	Sold sterling	£458,840		
Zayo Group 6% 1/4/2023	\$279,000	218,276	0.08	For US dollars (Expires 10/8/2018)	\$500,000	(292)	-
Zayo Group 6.375% 15/5/2025	\$283,000	223,293	0.08	Sold sterling	£560,000		
Total US dollar denominated bonds		108,878,085	41.63	For US dollars (Expires 5/9/2018)	\$736,999	1,010	-
FORWARD FOREIGN EXCHANGE CONTRACTS (0.34%); 31/01/18 2.70%)				Sold Indonesian rupiah	IDR1,1,525,211,900		
Sold euros	€4,000,000			For US dollars (Expires 17/10/2018)	\$809,810	14,385	0.01
For sterling (Expires 9/8/2018)	£3,505,164	(63,819)	(0.02)	Sold Indonesian rupiah	IDR5,838,608,268		
Sold euros	€362,000			For US dollars (Expires 17/10/2018)	\$400,000	(497)	-
For sterling (Expires 9/8/2018)	£319,759	(3,234)	-	Sold Indonesian rupiah	IDR8,193,287,206		
Sold euros	€198,000			For US dollars (Expires 17/10/2018)	\$560,000	(1,698)	-
For sterling (Expires 9/8/2018)	£173,731	(2,934)	-	Sold Mexican peso	MXN29,750,509		
Sold euros	€190,000			For US dollars (Expires 19/9/2018)	\$1,434,224	(112,208)	(0.05)
For US dollars (Expires 15/8/2018)	\$228,927	4,847	-	Sold Mexican peso	MXN15,984,758		
Sold sterling	£179,279			For US dollars (Expires 19/9/2018)	\$784,396	(49,793)	(0.02)
For euros (Expires 9/8/2018)	€203,000	1,847	-	Sold Mexican peso	MXN7,660,153		
Sold sterling	£200,000			For US dollars (Expires 19/9/2018)	\$397,067	(7,754)	-
For US dollars (Expires 2/8/2018)	\$264,473	1,601	-				

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Sold Mexican peso	MXN7,462,480			Sold US dollars	\$784,759		
For US dollars (Expires 19/9/2018)	\$393,655	(2,355)	-	Mexican peso MXN15,984,762 (Expires 19/9/2018)		49,517	0.02
Sold Turkish lira	TRY7,702,412			Sold US dollars	\$1,438,475		
For US dollars (Expires 25/10/2018)	\$1,565,028	40,138	0.02	Mexican peso MXN29,308,540 (Expires 19/9/2018)		91,098	0.03
Sold Turkish lira	TRY134,825			Sold US dollars	\$21,698		
For US dollars (Expires 25/10/2018)	\$26,506	27	-	Mexican peso MXN441,965 (Expires 19/9/2018)		1,369	-
Sold Turkish lira	TRY1,949,994			Sold US dollars	\$1,168,433		
For US dollars (Expires 25/10/2018)	\$386,636	2,888	-	For Turkish lira TRY5,872,300 (Expires 25/10/2018)		(11,811)	-
Sold US dollars	\$86,388,177			Total forward foreign exchange contracts		(888,806)	(0.34)
For sterling (Expires 2/8/2018)	£65,575,000	(276,512)	(0.11)	FUTURES (0.00%; 31/01/18 0.08%)			
Sold US dollars	\$67,400,000			CBT US 10Year Ultra Future September 2018	(4)	(334)	-
For sterling (Expires 2/8/2018)	£51,169,147	(208,160)	(0.08)	EUX Euro Bobl Future September 2018	(16)	86	-
Sold US dollars	\$200,000			EUX Euro Bund Future September 2018	(11)	(848)	-
For sterling (Expires 2/8/2018)	£151,666	(789)	-	EUX Euro Buxl 30Year Bond Future September 2018	(4)	(1,427)	-
Sold US dollars	\$3,236,000			ICF ICE Long Gilt Future September 2018	(35)	(6,030)	-
For sterling (Expires 10/8/2018)	£2,417,083	(48,787)	(0.02)	Total futures contracts		(8,553)	-
Sold US dollars	\$591,000						
For sterling (Expires 10/8/2018)	£443,961	(6,388)	-				
Sold US dollars	\$66,000,000						
For sterling (Expires 5/9/2018)	£50,091,941	(147,802)	(0.06)				
Sold US dollars	\$86,328,457						
For sterling (Expires 5/9/2018)	£65,560,000	(153,933)	(0.06)				
Sold US dollars	\$484,081						
For sterling (Expires 5/9/2018)	£368,238	(248)	-				

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Portfolio of investments	249,968,710	95.58		BOND CREDIT RATINGS†		
Net other assets	11,565,000	4.42		AAA	7.60%	6.53%
Net assets	261,533,710	100.00		AA+	0.23%	1.93%
*Related parties				AA	6.43%	5.98%
The securities held are approved and are admitted to an official listing unless otherwise specified.				AA-	1.10%	1.17%
Total purchases for the year were £84,570,902				A+	2.66%	3.79%
Total sales proceeds for the year were £97,203,767				A	5.94%	5.58%
				A-	7.36%	6.81%
				BBB+	10.81%	12.16%
				BBB	13.27%	10.94%
				BBB-	6.43%	7.56%
				BB+	2.36%	4.27%
				BB	5.08%	4.86%
				BB-	6.15%	5.28%
				B+	3.94%	4.46%
				B	5.95%	4.66%
				B-	3.70%	3.63%
				CCC+	2.05%	2.13%
				CCC	0.13%	0.12%
				CC	-	0.10%
				D	0.38%	0.22%
				Unrated	3.90%	2.53%

†Source: Standard and Poor's and Moody's

Net asset value per unit and comparative table

This section details in concise figures how the Fund has performed, in terms of the size of the Fund, the price of units and the income distributions made.

INCOME

Change in net assets per unit	31.07.18	31.01.18	31.01.17	31.01.16
Opening net asset value per unit	114.71p	113.97p	109.18p	117.48p
Return before operating charges*	(1.38p)	6.56p	10.80p	(2.28p)
Operating charges**	(0.51p)	(1.08p)	(1.15p)	(1.14p)
Return after operating charges*	(1.89p)	5.48p	9.65p	(3.42p)
Distributions on income unit	(2.45p)	(4.74p)	(4.86p)	(4.88p)
Closing net asset value per unit	110.37p	114.71p	113.97p	109.18p

*after direct transaction costs of***

	0.00p	0.00p	0.00p	0.00p
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Performance

Return after charges	(1.65%)	4.81%	8.84%	(2.91%)
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Other information

Closing net asset value	£155,641,895	£164,173,841	£164,884,032	£160,038,439
Closing number of units	141,020,050	143,123,104	144,673,588	146,579,503
Operating charges	0.92%	0.92%	1.00%	1.00%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%

Prices

Highest unit price	115.20p	118.60p	121.60p	118.70p
Lowest unit price	110.70p	111.80p	107.70p	109.20p

** The operating charges include all costs borne by the Trust, except for direct transaction costs. It includes the operating charges of any collective investment schemes in which the Trust invests.

*** The direct transaction costs are made up of fees and commissions paid to agents, advisers brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

Net asset value per unit and comparative table

This section details in concise figures how the Fund has performed, in terms of the size of the Fund, the price of units and the accumulation distributions made.

ACCUMULATION

Change in net assets per unit	31.07.18	31.01.18	31.01.17	31.01.16
Opening net asset value per unit	261.03p	249.04p	230.73p	239.82p
Return before operating charges*	(3.15p)	14.39p	22.85p	(4.72p)
Operating charges**	(1.18p)	(2.40p)	(2.46p)	(2.35p)
Return after operating charges*	(4.33p)	11.99p	20.39p	(7.07p)
Distributions on accumulation unit	(5.60p)	(10.53p)	(10.40p)	(10.09p)
Retained distributions on accumulation unit	5.60p	10.53p	8.32p	8.07p
Closing net asset value per unit	256.70p	261.03p	249.04p	230.73p

*after direct transaction costs of***

	0.00p	0.00p	0.00p	0.00p
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Performance

Return after charges	(1.66%)	4.81%	8.84%	(2.95%)
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Other information

Closing net asset value	£105,891,815	£111,615,828	£112,753,062	£109,199,057
Closing number of units	41,250,932	42,759,197	45,274,947	47,328,401
Operating charges	0.92%	0.92%	1.00%	1.00%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%

Prices

Highest unit price	262.40p	264.60p	261.30p	242.40p
Lowest unit price	254.50p	244.20p	227.50p	228.50p

** The operating charges include all costs borne by the Trust, except for direct transaction costs. It includes the operating charges of any collective investment schemes in which the Trust invests.

*** The direct transaction costs are made up of fees and commissions paid to agents, advisers brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties.

Ongoing charges

For the 12 month period to 31 July 2018:

0.92%

For the 12 month period to 31 January 2018:

0.92%

The ongoing charges measure the annual charges and expenses of an investment fund. These will affect the returns to the investor. Most European investment funds highlight the ongoing charges to help you compare the annual charges and expenses of different funds.

Ex-distribution (XD) dates:

1 February, 1 May, 1 August and 1 November

Income payment dates:

31 March, 30 June, 30 September and 31 December

Risk and reward profile

Lower risk

Higher risk



Typically lower rewards

Typically higher rewards

1	2	3	4	5	6	7
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More about this rating

The rating is based on price volatility over the last five years. As it is based on historical data, it may not be a reliable indicator of the future risk profile of the Fund. The rating is not guaranteed and may change over time. The lowest rating does not mean a risk-free investment.

Why is this Fund in category 3?

Bonds have greater risk than money market instruments (as they tend to have greater credit and interest rate risk), but less risk than shares.

Authorised status

The Fund is an authorised unit trust under Section 243 of the Financial Services and Markets Act 2000 (authorisation orders) and the Financial Conduct Authority Handbook and is categorised as an Undertakings for Collective Investment in Transferable Securities (UCITS) scheme.

Certification of financial statements by Directors of the Manager

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority.

Sue Fox (Chief Executive and Director)

Phillip Scott (Director)

For and on behalf of Marks and Spencer Unit Trust Management Limited.

19 September 2018

Statement of total return

This section details the income of the Fund over the period of the report and explains how this income is distributed to the investors.

It also provides an analysis of increases and decreases in net assets over the accounting period.

For the period ended 31 July 2018

	2018*		2017**	
	£	£	£	£
Income				
Net capital (losses)/gains		(9,226,163)		7,370,119
Revenue	5,879,752		5,781,038	
Expenses	(1,230,873)		(1,311,895)	
Interest payable and similar charges	(1,150)		(4,893)	
Net revenue before taxation	<u>4,647,729</u>		<u>4,464,250</u>	
Taxation	<u>(23,580)</u>		<u>(9,065)</u>	
Net revenue after taxation		4,624,149		4,455,185
Total (deficit)/return before distributions		(4,602,014)		11,825,304
Distributions/Accumulations		<u>(5,852,691)</u>		<u>(5,766,944)</u>
Change in net assets attributable to Unitholders		<u>(10,454,705)</u>		<u>6,058,360</u>

Statement of change in net assets attributable to Unitholders

For the period ended 31 July 2018

	2018*		2017**	
	£	£	£	£
Opening net assets attributable to Unitholders		275,789,670		277,637,094
Amounts receivable on issue of units	2,035,688		202,858,378	
Amounts payable on cancellation of units	<u>(8,190,428)</u>		<u>(205,299,296)</u>	
		(6,154,740)		(2,440,918)
Change in net assets attributable to Unitholders from investment activities (see above)		(10,454,705)		6,058,360
Retained distribution on accumulation units		2,339,616		2,319,446
Unclaimed distributions		<u>13,869</u>		<u>-</u>
Change net assets attributable to Unitholders		<u>261,533,710</u>		<u>283,573,982</u>

* Figures are for the period ended 31 July 2018.

** Figures are for the period ended 31 July 2017.

Balance sheet

As at 31 July 2018

	2018		2018*	
	£	£	£	£
ASSETS				
Fixed assets:				
Investments		251,076,369		270,211,260
Current assets:				
Debtors	5,094,545		5,459,726	
Cash and bank balances	9,861,546		4,783,340	
Total current assets		<u>14,956,091</u>		<u>10,243,066</u>
TOTAL ASSETS		266,032,460		280,454,326
LIABILITIES				
Investment Liabilities		(1,107,659)		(75,053)
Creditors:				
Distribution payable	(1,793,752)		(1,600,403)	
Other creditors	(1,597,339)		(2,989,200)	
TOTAL LIABILITIES		<u>(4,498,750)</u>		<u>(4,664,656)</u>
Net assets attributable to Unitholders		<u>261,533,710</u>		<u>275,789,670</u>

*Comparative figures are as at 31 January 2018.

Distribution tables

For the period ended 31 July 2018

1st Interim

	Net income 2018	Equalisation 2018	Distribution paid 2018	Distribution paid 2017
	pence per unit	pence per unit	pence per unit	pence per unit
Group 1: Units purchased prior to 1 February 2018				
Group 2: Units purchased between 1 February 2018 to 30 April 2018				
Income units				
Group 1	1.1761	-	1.1761	1.1824
Group 2	0.5105	0.6656	1.1761	1.1824
Accumulation units				
Group 1	2.6763	-	2.6763	2.5837
Group 2	1.1617	1.5146	2.6763	2.5837

2nd Interim

	Net income 2018	Equalisation 2018	Distribution payable 2018	Distribution paid 2017
	pence per unit	pence per unit	pence per unit	pence per unit
Group 1: Units purchased prior to 1 May 2018				
Group 2: Units purchased between 1 May 2018 to 31 July 2018				
Income units				
Group 1	1.2719	-	1.2719	1.1895
Group 2	0.7785	0.4934	1.2719	1.1895
Accumulation units				
Group 1	2.9247	-	2.9247	2.6250
Group 2	1.7901	1.1346	2.9247	2.6250

Other information

The interim financial statements have been prepared on the historical cost basis, as modified by the revaluation of investments, in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for Authorised Funds (SORP) issued by The Investment Association in May 2014.

Important changes

No changes have been made to the Fund's Prospectus during the reporting period ending 31 July 2018.

The following changes have been made to the Fund's Key Investor Information Document (KIID) during the reporting period ending 31 July 2018:

- Update of "Past performance" to include performance data for 2017;
- Update to the "Investment Objectives and Policy" wording to remove references to the Investment Manager;
- Update to "Practical information" to reflect the new address of the Fund's Trustee;
- Update to "Risk and reward profile" to include clarificatory wording;
- Update to "Management company" wording to include clarificatory changes; and
- Updates throughout KIID to reflect references of "Authorised Fund Manager" have been changed to "Manager".

Please call 0808 005 5555 if you would like to receive this information in an alternative format such as large print, Braille or audio.

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