

# MULTI-MANAGER ICVC

ANNUAL LONG REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2016



# Multi-Manager ICVC

---

## The Company and Head Office

Multi-Manager ICVC  
15 Dalkeith Road  
Edinburgh  
EH16 5WL

Incorporated in the United Kingdom under registered number IC000330. Authorised and regulated by the Financial Conduct Authority.

---

## Authorised Corporate Director (ACD) & Registrar\*

Scottish Widows Unit Trust Managers Limited

*Registered Office:*

Charlton Place

Andover

SP10 1RE

*Head Office:*

15 Dalkeith Road

Edinburgh

EH16 5WL

Authorised and regulated by the Financial Conduct Authority and a member of The Investment Association.

---

## Investment Adviser

Aberdeen Investment Solutions Limited

*Registered Office:*

10 Queen's Terrace

Aberdeen

AB10 1XL

*Correspondence Address:*

40 Princes Street

Edinburgh

EH2 2BY

Authorised and regulated by the Financial Conduct Authority and a member of The Investment Association.

---

## Depository

State Street Trustees Limited

*Registered Office:*

20 Churchill Place

Canary Wharf

London

E14 5HJ

*Correspondence Address:*

525 Ferry Road

Edinburgh

EH5 2AW

Authorised and regulated by the Financial Conduct Authority.

---

## Independent Auditors

PricewaterhouseCoopers LLP

Level 4, Atria One

144 Morrison Street

Edinburgh

EH3 8EX

---

\*As at 26 November 2016, the Registrar of the Company changed from The Bank of New York Mellon (International) Limited to Scottish Widows Unit Trust Managers Limited.

## Contents

---

Page	
2	About the Company*
4	Statement of the Authorised Corporate Director's Responsibilities
4	Report of the Authorised Corporate Director*
5	Statement of Depositary's Responsibilities in respect of the Scheme and Report of the Depositary
6	Independent Auditors' Report
8	Summary of Significant Accounting Policies applicable to all sub-funds
<b>Investment Markets Overview*, Portfolio Statement*, Material Portfolio Changes*, Comparative Table and Financial Statements for:</b>	
11	Multi-Manager European Equity Fund
18	Multi-Manager Global Real Estate Securities Fund
53	Multi-Manager International Equity Fund
95	Multi-Manager UK Equity Focus Fund
119	Multi-Manager UK Equity Growth Fund
145	Multi-Manager UK Equity Income Fund
176	General Information

\*Collectively, these comprise the Authorised Corporate Director's Report.

## About the Company

---

Welcome to the Annual Long Report for the Multi-Manager ICVC (the "Company") covering the year ended 30 September 2016 (the "Report"). The Authorised Corporate Director (the "ACD") of the Company is Scottish Widows Unit Trust Managers Limited, a private company limited by shares which was incorporated in England and Wales on 19 April 1982. Its ultimate holding company is Lloyds Banking Group plc ("Lloyds"), which is incorporated in Scotland.

The Company is an Open-Ended Investment Company ("OEIC") with variable capital, incorporated in the United Kingdom under registration number IC000330 and is authorised and regulated by the Financial Conduct Authority "the FCA" (previously the Financial Services Authority "the FSA") under regulation 12 of the Open-Ended Investment Companies Regulations 2001 (SI2001/1228) ("the OEIC Regulations"), with effect from 21 September 2004.

Shareholders are not liable for the debts of the Company.

The Company is a UCITS scheme which complies with Chapter 5 of the Financial Conduct Authority Collective Investment Schemes Sourcebook (the "COLL Sourcebook").

The Company is structured as an umbrella fund, in that the scheme property of the Company is currently divided among 6 sub-funds (one of which is in the process of being terminated: the Multi-Manager European Equity Fund), each with different investment objectives. The investment objective and policies and a review of the investment activities during the year are disclosed in the financial statements of the individual sub-funds. New sub-funds may be established from time to time by the ACD with the approval of the FCA and Depositary.

Each sub-fund would, if it were a separate investment company with variable capital, also be a UCITS scheme which complies with Chapter 5 of the COLL Sourcebook.

The assets of each Fund belong exclusively to that sub-fund and shall not be used or made available to discharge (directly or indirectly) the liabilities of, or claims against, any other person or body, including the Company and any other sub-fund and shall not be available for such purpose.

Whilst the provisions of the OEIC Regulations provide for segregated liability between Funds, the concept of segregated liability is relatively new. Accordingly, where claims are brought by local creditors in foreign courts or under foreign law contracts, it is not yet known whether a foreign court would give effect to the segregated liability and cross-investments provisions contained in the OEIC Regulations. Therefore, it is not possible to be certain that the assets of a Fund will always be completely insulated from the liabilities of another Fund of the Company in every circumstance.

The Financial Statements have been prepared on an individual basis including the 6 sub-funds in existence during the year covered by this Annual Long Report, as permitted by the OEIC Regulations and the COLL Sourcebook.

As required by the OEIC Regulations and the COLL Sourcebook, information for each of the 6 sub-funds has also been included.

The Report of the Authorised Corporate Director is defined as those items highlighted in the contents page in accordance with paragraph 4.5.9 of the COLL Sourcebook.

During the year there have been a number of changes to the Company. These changes are detailed in the section Prospectus changes below.

### Prospectus changes

During the year and up to the date of this report, the following changes were made to the Company and therefore the following changes were reflected in the Prospectus of Multi-Manager ICVC:

- With effect from 30 October 2015, the Tax section of the Prospectus of the Company was updated to include certain regulatory changes and amendments to tax rules.
- With effect from 18 March 2016, the Depositary section of the Prospectus of the Company was updated to include certain regulatory changes and amendments required under UCITS V. The amendments made related to the responsibility of the Depositary in respect of:
  - the Depositary's functions;
  - the Depositary's liability;
  - the Depositary's ability to delegate;
  - any conflict of interest that may exist; and
  - a list has been included of the 3rd parties appointed by the Depositary.

The Depositary's fee has also been amended as a result of the additional responsibility.

- James Clatworthy has retired as a Director of the ACD and the details of the directorships of the directors of the ACD have been amended accordingly.
- With effect from 30 September 2016, the Prospectus was updated to include details of our Remuneration Policy in accordance with the requirements of SYSC 19E of the FCA Handbook (UCITS Remuneration Code). These updates include a description of how remuneration and benefits are calculated, the identities of the persons responsible for awarding remuneration and benefits and the composition of the remuneration committee.

### Prospectus changes (continued)

The Remuneration Policy is designed to ensure that the ACD's remuneration practices are:

- consistent with and promote sound and effective risk management;
- provide a clear link between pay and performance;
- attract and retain staff of the highest calibre;
- do not encourage risk taking and are consistent with the risk profiles, the Instrument of Incorporation or Prospectus of the UCITS funds it manages;
- do not impair the ACD's compliance with its duty to act in the best interests of those UCITS; and
- include fixed and variable components of remuneration including salaries and discretionary pension benefits (although the policy is not to offer discretionary pension benefits).

The ACD considers the Remuneration Policy to be appropriate to the size, internal organisation and the nature, scope and complexity of the ACD's activities.

Up-to-date details of the Remuneration Policy, including but not limited to a description of how remuneration benefits are calculated, are available at <http://reference.scottishwidows.co.uk/docs/groupremun.pdf>

The identities of the members of the remuneration committee, together with information about membership, meetings and principal matters considered, as well as advice to the remuneration committee, are available in the most recent Directors' Remuneration Report, which is available from <http://www.lloydsbankinggroup.com/Investors/annual-reports/>

Paper copies of these documents will be made available free of charge on request.

A copy of the Prospectus is available on request.

### Important information

Please note the registrar and administrator of the Scottish Widows Unit Trust Managers Limited (SWUTM) Multi Manager ICVC is changing. From 26 November 2016, the registrar of the funds will be SWUTM and their administration will be delegated to Scottish Widows Administration Services. There is no change to how the funds are invested.

### Holdings in other Sub-Funds of the Company

As at 30 September 2016 there were no shares in sub-funds of the Multi-Manager ICVC held by other sub-funds of the Company.

## Statement of the Authorised Corporate Director's Responsibilities

---

for the year ended 30 September 2016

The Financial Conduct Authority Collective Investment Schemes Sourcebook (the "COLL Sourcebook") requires the Authorised Corporate Director ("ACD") to prepare Financial Statements for each accounting period which give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice of the financial affairs of the Company and of its net revenue and the net capital gains/(losses) for the year.

In preparing the Financial Statements the ACD is required to:

- comply with the Prospectus, the Statement of Recommended Practice (IMA SORP) for Financial Statements of Authorised Funds issued in May 2014, the Instrument of Incorporation, United Kingdom Generally Accepted Accounting Practice and applicable accounting standards;
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

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

The ACD is responsible for ensuring that, to the best of their knowledge and belief, there is no relevant audit information of which the auditors are unaware. It is the responsibility of the ACD to take all necessary steps as a director to familiarise themselves with any relevant audit information and to establish that the auditors are aware of that information.

The ACD is also responsible for the maintenance and integrity of the website on which the financial statements and auditors' report are published and distributed electronically. Please note that legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

## Report of the Authorised Corporate Director

---

In accordance with the requirements of the COLL Sourcebook, I hereby certify the Report on behalf of Scottish Widows Unit Trust Managers Limited, the Authorised Corporate Director.

**James Black**  
Director  
Scottish Widows Unit Trust Managers Limited  
10 January 2017

# Statement of Depositary's Responsibilities in respect of the Scheme and Report of the Depositary to the Shareholders of the Multi-Manager ICVC

---

for the year ended 30 September 2016

The Depositary is responsible for the safekeeping of all of the property of the Company (other than tangible moveable property) which is entrusted to it.

It is the duty of the Depositary to take reasonable care to ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Scheme Sourcebook ("the COLL Sourcebook"), the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) ("the OEIC Regulations") and the Company's Instrument of Incorporation, in relation to the pricing of, and dealings in, shares in the Company; the application of revenue of the Company; and the investment and borrowing powers of the Company.

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

- has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's revenue in accordance with the COLL Sourcebook and, where applicable, the OEIC Regulations and the Instrument of Incorporation of the Company; and
- has observed the investment and borrowing powers and restrictions applicable to the Company.

**State Street Trustees Limited**

**10 January 2017**

# Independent Auditors' Report to the Shareholders of Multi-Manager ICVC ("the Company")

---

for the year ended 30 September 2016

## Report on the financial statements - Our opinion

In our opinion, Multi-Manager ICVC's financial statements, (the "financial statements of the Company"):

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 30 September 2016 and of the net revenue and the net capital gains of the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, the Statement of Recommended Practice for Authorised Funds, the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

## Emphasis of Matter - going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosures made in note 1 to the financial statements concerning the basis of accounting for the Multi-Manager European Equity Fund which ceased investment activity on 22 November 2010 and the Authorised Corporate Director intends to liquidate this Fund. Accordingly, the going concern basis of accounting for this Fund is no longer appropriate and the financial statement for this fund have been prepared on a basis other than going concern as described in note 1 to the financial statements. No adjustments have been required in these financial statements to adjust assets or liabilities to their realisable values, to provide for liabilities arising from the termination and to reclassify long-term assets and liabilities as current assets and liabilities.

## What we have audited

Scottish Widows Multi-Manager ICVC (the "Company") is an umbrella fund with a number of sub-funds. The financial statements of the Company, included within the Annual Report and Financial Statements (the "Annual Report") comprise the financial statements of each of the sub-funds, which are prepared by Scottish Widows Unit Trust Managers Limited (the "Authorised Corporate Director"), and comprise for each of the sub-funds:

- the balance sheet as at 30 September 2016;
- the statement of total return for the year then ended;
- the statement of change in net assets attributable to shareholders for the year then ended;
- the summary of significant accounting policies applicable to all sub funds and notes to the financial statements of individual sub funds, which include other explanatory information;
- the distribution tables.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued by the Investment Management Association (the "Statement of Recommended Practice for UK Authorised Funds"), the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

In applying the financial reporting framework, the Authorised Corporate Director has made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

## Opinions on matters prescribed by the Collective Investment Schemes Sourcebook

In our opinion:

- we have obtained all the information and explanations we consider necessary for the purposes of the audit; and
- the information given in the Authorised Corporate Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

## Other matters on which we are required to report by exception

### Propriety of accounting records and information and explanations received

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

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

We have no exceptions to report arising from this responsibility.



# Independent Auditors' Report to the Shareholders of

## Multi-Manager ICVC ("the Company")

(continued)

for the year ended 30 September 2016

### Responsibilities for the financial statements and the audit

#### Our responsibilities and those of the Authorised Corporate Director

As explained more fully in the Statement of Authorised Corporate Director's Responsibilities Statement set out on page 4, the Authorised Corporate Director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes Sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose.

We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

#### What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK and Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error.

This includes an assessment of:

- whether the accounting policies are appropriate to the Company's and each of the Company's sub-funds circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the Authorised Corporate Director; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Long Report and Financial Statements (the "Annual Report") to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**PricewaterhouseCoopers LLP**

**Chartered Accountants and Statutory Auditors**

**Edinburgh**

**10 January 2017**

*The maintenance and integrity of the Scottish Widows ([www.scottishwidows.co.uk](http://www.scottishwidows.co.uk)) website is the responsibility of the Authorised Corporate Director; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.*

*Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.*

## Summary of Significant Accounting Policies applicable to all sub-funds

---

for the year ended 30 September 2016

### 1. Accounting basis and distribution policies

#### (a) Basis of accounting

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

During the year Multi-Manager ICVC and its sub-funds have adopted Financial Reporting Standard 102 (FRS 102) and the 2014 SORP. This has resulted in presentational changes to the financial statements. The SORP requires that dilution adjustments, previously included within Amounts receivable on creation of shares and Amounts payable on cancellation of shares, are to be disclosed within the Statement of change in net assets attributable to shareholders. For further details please see the financial statements of each sub-fund. There is no change to the Net assets attributable to shareholders.

The Fund has early adopted the FRS102 update made in March 2016, relating to the fair value hierarchy classifications.

All of the sub-funds have been prepared on a going concern basis with the exception of Multi-Manager European Equity Fund which ceased investment activity on 22 November 2010 and the Authorised Corporate Director intends to liquidate this Fund. Accordingly the going concern basis of accounting for this Fund is no longer appropriate and the financial statement for this fund have been prepared on a basis other than going concern. No adjustments were necessary in the financial statements to adjust assets or liabilities to their realisable values, to provide for liabilities arising from the termination and to reclassify long-term assets and liabilities as current assets and liabilities. The comparative information for this Fund has also been prepared on a basis other than going concern.

#### (b) Revenue

Dividends on equities and preference stocks are recognised when the securities are quoted ex-dividend. Dividends from Real Estate Investment Trusts ('REITs') are recognised as distributable income when the securities are quoted ex-dividend.

Dividends received from UK REITs are split into PID (Property Income Distributions) and Non-PID components for tax purposes. Revenue arising from UK REITs tax-exempt rental business is colloquially known as PID revenue and is taxable in the hands of the Fund. A UK REIT may also carry out activities that give rise to taxable profits and gains. It is from these that the REIT will make a Non-PID distribution. These are treated for tax purposes in the same way as dividends from UK companies.

Dividends from Australian, French, Hong Kong, Japanese, Singapore and US Real Estate Investment Trusts ("REITs") are recognised as distributable revenue when the securities are quoted ex-dividend and reflected within the Financial Statements as Property revenue from overseas REIT's.

For dividends received from US Real Estate Investment Trusts ("REITs"), on receipt of the capital/revenue split in the following calendar year, the allocation of the dividend is adjusted within the Financial Statements.

Interest on deposits are recognised as earned. Revenue from debt securities is accounted for on an effective yield basis.

Revenue from other authorised collective investment schemes is recognised when the investments are quoted ex-dividend.

Where accumulation units or shares are held in another authorised collective investment scheme, the accumulation of revenue relating to the holding is recognised in the revenue account including any withholding taxes but excluding tax credits.

Equalisation on distributions received is deducted from the cost of the investment.

Underwriting commission is recognised when the issue takes place. Where the sub-fund is required to take up some or all of the shares underwritten, an appropriate proportion of the commission earned is deducted from the cost of those shares.

Scrip dividends which have been released to the market as a normal dividend at XD point will be treated as such until further detail has been provided. If receipt of the scrip option uptake is in the subsequent accounting period, the dividend will be reclassified in the following period within the Financial Statements.

Special dividends may be treated as repayments of capital or as revenue depending on the facts of the particular case.

The ordinary element of stocks received in lieu of cash dividends is recognised as revenue and where applicable, is included in the distribution. In the case of enhanced scrip dividends, the value of the enhancement is treated as capital.

Revenue is allocated when earned in the proportion of the Net Asset Value of each share class to the total Net Asset Value of the sub-fund.

In the current period currency gains or losses arising from the repatriation of foreign dividends or tax reclaims are still treated as taxable and therefore the Overseas Taxable Revenue line in the Revenue note may be negative.

Dividend revenue from offshore reporting funds is recognised when the securities are quoted ex-dividend. Non-dividend revenue from offshore reporting funds is recognised when declared, and treated as revenue for taxation and distribution purposes.

## Summary of Significant Accounting Policies applicable to all sub-funds

(continued)

for the year ended 30 September 2016

### (c) Expenses

The underlying sub-funds may currently have up to seven share classes; Class A, Class B, Class C, Class P, Class Q, Class S and Class X. Each share class suffers a different Authorised Corporate Director ("ACD") fee. Consequently the level of expenses attributable to each share class will differ.

All expenses other than those relating to the purchase and sale of investments are included in expenses in the Statement of Total Return. The only exception is interest on borrowing which is included in interest payable and similar charges in the Statement of Total Return.

Stamp duty reserve tax, where payable, is deducted as an expense from the capital of the sub-fund.

Expenses are charged to the revenue property of the respective sub-funds, with the exception of the following sub-funds, which charge all expenses to capital:

The Multi-Manager Global Real Estate Securities Fund and the Multi-Manager UK Equity Income Fund.

Expenses incurred in respect of, or attributable to, the sub-funds as a whole are allocated when incurred in the proportion of the Net Asset Value of each share class to the total Net Asset Value of the sub-fund.

### (d) Distribution policy

The revenue from the sub-fund's investments accumulates during each accounting period. If revenue exceeds expenses during the period, the net revenue of the sub-funds is available for distribution (or re-investment) at share class level to the shareholders in accordance with the OEIC Regulations. If expenses exceed revenue during the period, the net revenue shortfall may be funded from capital.

All sub-funds make dividend distributions.

Under the 2014 SORP section 3.71, it is now acceptable not to take into account marginal tax relief in determining the distribution. This policy has been applied to the Multi-Manager Global Real Estate Securities Fund and Multi-Manager UK Equity Income Fund for the current accounting year.

### (e) Taxation

Provision is made for corporation tax at the current rate on the excess of taxable income over allowable expenses. UK dividend revenue is disclosed net of any related tax credit. Overseas dividends continue to be disclosed gross of any foreign tax suffered, the tax element being separately disclosed in the taxation note.

Deferred taxation is provided on all timing differences that have originated but not reversed by the Balance Sheet date other than those differences regarded as permanent. Any liability to deferred tax is provided at the average rate of tax expected to apply. Deferred tax assets and liabilities are not discounted to reflect the time value of money.

Deferred tax assets are only recognised to the extent that it is regarded more likely than not that there will be taxable profits against which the reversal of underlying timing differences can be offset.

### (f) Valuation of investments

The listed investments of the Company have been valued at market value on 30 September 2016 at (BST) 12:00pm excluding any accrued interest in the case of fixed interest securities. Market value is defined by the SORP as fair value, which is generally the bid value of each security. Where applicable, illiquid, unlisted, delisted, unapproved or suspended securities are based on the ACD's assessment of their net realisable value.

Open forward currency contracts are shown in the Portfolio Statement and are valued using contracted forward rates. The net gains/(losses) are reflected in "Forward currency contracts" in Net capital gains/(losses).

Open Futures Contracts are shown in the Portfolio Statement and are valued at their fair value as at balance sheet date. The fair value of long positions is the quoted bid price and fair value of short positions is the quoted offer price. The net gains/(losses) are reflected in "Future and option contracts" in Net capital gains/(losses).

Open Options Contracts are shown in the Portfolio Statement and are valued using either the market value or broker prices. The net gains/(losses) are reflected in "Future and option contracts" in Net capital gains/(losses).

Investments in other collective investment schemes are valued at bid price for dual priced funds and at the single price for single priced funds.

### (g) Exchange rates

All transactions in foreign currencies are translated into Sterling at the rate of exchange ruling on the date of such transactions. Foreign currency assets and liabilities at the end of the accounting year are translated at the exchange rates applicable at the end of the accounting year at the appropriate valuation point.

## Summary of Significant Accounting Policies applicable to all sub-funds

(continued)

for the year ended 30 September 2016

### (h) Dilution adjustment

In certain circumstances (as detailed in the Prospectus) the ACD may charge a dilution adjustment on the creation or cancellation of shares, which is paid into the capital of the relevant sub-fund on an accruals basis. The adjustment is intended to cover certain dealing charges not included in the mid-market value of the sub-fund used in calculating the share price, which could have a diluting effect on the sub-fund.

### (i) Equalisation

Equalisation only applies to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of all group 2 shares and is refunded to holders of these shares as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

### (j) Derivatives

Some of the sub-funds may enter into permitted transactions such as derivative contracts or forward currency contracts. Where these transactions are used to protect or enhance revenue, the revenue and expenses are included within net revenue in the Statement of Total Return.

Where the transactions are used to protect or enhance investments, the gains/losses are treated as capital and included within gains/losses on investments in the Statement of Total Return. Any open positions in these types of transactions at the year end are included in the Balance Sheet at their mark to market value.

### (k) Stock lending

Any income arising from stock lending is treated as revenue on an accruals basis and is disclosed in the notes to the Financial Statements net of directly attributable fees. The value of the collateral must always exceed the value of the stock on loan. The accepted collateral includes cash, equities, certain types of bonds and money market instruments as agreed with the Depositary.

# Multi-Manager European Equity Fund

## Investment Markets Overview

---

for the year ended 30 September 2016

### **Investment Objective and Policy**

The Multi-Manager European Equity Fund commenced termination on 22 November 2010. As all distributions had been made to the shareholders in existence at 12:00pm on 22 November 2010, and as all holdings had been sold by way of a scheme of arrangement at 12:00pm on 22 November 2010, there is no performance data, net asset value, total expense ratio / ongoing charges figure or a portfolio statement as at 30 September 2016.

Due to the possibility of windfall receipts from the pursuit of claims against several European Governments over tax withheld the termination is unable to be completed at present. Termination accounts will be issued within four months of completion date.

# Multi-Manager European Equity Fund

## Comparative Tables

---

as at 30 September 2016

Share class A Accumulation was closed 22 November 2010.

Share class S Accumulation (USD share class) was closed 22 November 2010.

Share class X Accumulation was closed 22 November 2010.

## Multi-Manager European Equity Fund

### Statement of Total Return

for the year ended 30 September 2016

	Notes	01/10/15 to 30/09/16		01/11/14 to 30/09/15	
		£000	£000	£000	£000
Income					
Net capital gains	2		7		-
Revenue	3	25		(3)	
Expenses	4	(10)		(5)	
Interest payable and similar charges		-		-	
Net revenue/(expenses) before taxation		15		(8)	
Taxation	5	100		38	
Net revenue after taxation			115		30
<b>Total return before distribution</b>			<b>122</b>		<b>30</b>
Distribution	6		-		-
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>122</b>		<b>30</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 September 2016

	01/10/15 to 30/09/16		01/11/14 to 30/09/15	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		174		144
Change in net assets attributable to shareholders from investment activities		122		30
<b>Closing net assets attributable to shareholders</b>		<b>296</b>		<b>174</b>

*Notes to the Financial Statements are on pages 15 to 17.*

# Multi-Manager European Equity Fund

## Balance Sheet

as at 30 September 2016

	Notes	30/09/16 £000	30/09/15 £000
<b>Assets</b>			
<b>Fixed assets</b>			
Investments		-	-
<b>Current assets</b>			
Cash and bank balances		354	176
<b>Total assets</b>		<u>354</u>	<u>176</u>
<b>Liabilities</b>			
<b>Creditors</b>			
Other creditors	8	(58)	(2)
<b>Total liabilities</b>		<u>(58)</u>	<u>(2)</u>
<b>Net assets attributable to shareholders</b>		<u>296</u>	<u>174</u>

*Notes to the Financial Statements are on pages 15 to 17.*



# Multi-Manager European Equity Fund

## Notes to the Financial Statements

for the year ended 30 September 2016

### 1. Accounting basis and distribution policies

The financial statements have been prepared in accordance with the accounting policies set out on pages 8 to 10.

### 2. Net capital gains

The net capital gains during the year comprise:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Currency gains	7	-

### 3. Revenue

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Overseas taxable revenue	-	2
Overseas non-taxable revenue	-	(5)
Fokus Bank interest	25	-
Total revenue	25	(3)

### 4. Expenses

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>Other expenses:</b>		
Audit fee	2	2
Fees paid to PwC for non-audit services*	8	3
	10	5
Total expenses	10	5

\*Fees paid during the current year and prior period are in relation to Fokus Bank tax reclaims.

### 5. Taxation

#### (a) Analysis of charge in year:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Irrecoverable overseas tax	(100)	(38)

#### (b) Factors affecting total tax charge for the year:

The tax assessed for the year is lower than (2015: lower than) the standard rate of corporation tax in the UK for an Open-Ended Investment Company of 20% (2015: 20%). The differences are explained below:

Net revenue/(expenses) before taxation	15	(8)
Corporation tax of 20% (2015: 20%)	3	(2)
<b>Effects of:</b>		
Overseas non-taxable revenue*	-	1
Movement in excess management expenses	(3)	1
Irrecoverable overseas tax	(100)	(38)
Total tax charge for year (note 5a)	(100)	(38)

\*As an authorised OEIC these items are not subject to corporation tax.

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

#### (c) Deferred taxation:

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior period.

#### (d) Factors that may affect future tax charges:

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £293,132 (30/09/15: £296,033) relating to surplus management expenses. No deferred tax asset has been recognised in either year as it was considered unlikely the Fund would generate sufficient taxable profits in the future to utilise these amounts.

for the year ended 30 September 2016

**6. Distribution**

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprises:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Add: Revenue deducted on cancellation of shares	-	-
Deduct: Revenue received on creation of shares	-	-
Net distribution for the year	-	-

**7. Movement between net revenue and net distribution**

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Net revenue after taxation	115	30
Undistributed revenue	(115)	(30)
Net distribution for the year	-	-

**8. Other creditors**

	30/09/16 £000	30/09/15 £000
Accrued expenses	2	2
Corporation tax payable	56	-
Total other creditors	58	2

**9. Related party transactions**

Scottish Widows Unit Trust Managers Limited, ("the ACD") is a related party and is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. Lloyds Banking Group, as the parent company of the ACD is the ultimate controlling party of the Fund. As such any member company of Lloyds Banking Group is also a related party.

Scottish Widows Unit Trust Managers Limited act as principal on all the transactions of shares in the Fund. The aggregate monies received through sales and repurchases of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Scottish Widows Unit Trust Managers Limited in respect of share transactions at the year end are included in the Balance Sheet.

*Shares held by associates of the ACD*

There were no shares held by the ACD and associates of the ACD in the current year and prior period.

**10. Share classes**

The Fund has three share classes in issue.

The ACD's periodic charge on each share class is as follows:

	%
Share Class A - Accumulation:	1.75
Share Class S - Accumulation (USD share class):	1.75
Share Class X - Accumulation:	0.53

**11. Capital commitments and contingent liabilities**

On 30 September 2016, the Fund had no capital commitments (30/09/15: £nil) and no contingent liabilities (30/09/15: £nil).

for the year ended 30 September 2016

## 12. Risk management policies, derivatives and other financial instruments

The risks inherent in the Fund's investment portfolio are as follows:

### (a) Currency risk

A portion of the Fund's financial assets and liabilities are invested overseas. As a result, movements in exchange rates may affect the Sterling value of the portfolio, cash and investment purchases and sales.

As at 30 September 2016, if the value of Sterling increased or decreased by 1% against all currencies, the resulting change in the net assets attributable to shareholders of the Fund would have been an increase or decrease of approximately £1,339 (30/09/15: £461).

As at 30 September the Fund had the following net currency exposure (excluding Sterling):

Currency	Currency exposure	Currency exposure
	30/09/16	30/09/15
Euro	£000	£000
	134	46

The Fund hedges the initial investment but not the subsequent gains/losses on the settling value of investments that are denominated in foreign currencies.

### (b) Interest rate risk profile of financial assets and liabilities

The Fund's net cash holding of £353,820 (30/09/15: holding £175,615) is held in a floating rate deposit account whose interest rates are based on LIBOR or its international equivalent.

The interest rate exposure for the Fund is not deemed to be significant and on that basis no sensitivity analysis is presented.

The Fund did not have any long term financial liabilities.

### (c) Liquidity risk

All of the Fund's financial assets were considered to be readily realisable in accordance with the market practices of the exchange on which they were traded. In general, the Investment Adviser manages the Fund's cash to ensure it can meet its liabilities. Where investments cannot be realised in time to meet any potential liability, the Fund could have borrowed up to 10% of its value to ensure settlement.

All of the Fund's financial liabilities are payable on demand or in less than one year.

We do not consider these liquidity risks to be significant and therefore no numerical analysis is being presented.

### (d) Market price risk and fair value of financial assets and liabilities

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance Sheet, and their fair values.

We do not consider these market price risks to be significant and therefore no numerical analysis is being presented.

### (e) Credit risk

The Fund entered into transactions in financial instruments which exposed it to the risk that the counterparty would not deliver the investment (purchase) or cash (sale) after the Fund had fulfilled its obligations. The Fund only bought and sold financial instruments through parties that had been approved by the ACD as acceptable. These were reviewed on an ongoing basis.

## 13. Portfolio transaction costs

There were no transactions costs incurred during the year to 30 September 2016 (30/09/15: £nil).

# Multi-Manager Global Real Estate Securities Fund

## Investment Markets Overview

for the year ended 30 September 2016

### Investment Objective and Policy

The Fund's aim is to provide a combination of income and growth of capital by investing at least two-thirds of the Fund's total assets in transferable securities of listed companies and other vehicles, including Real Estate Investment Trusts ("REITs"), and collective investment schemes, each of whose main activities include the ownership, management and/or development of real estate around the world.

The Fund may also invest the remaining portion of its assets in other equities, in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, cash, near cash, money market instruments, deposits and in other collective investment schemes.

The assets of the Fund will at all times be managed by at least three managers.

### Synthetic Risk and Reward Indicator

There are several different ways of measuring risk. The table below uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

This is a separate measure to Scottish Widows' Investment Approaches (where we use our own methodology to take an overall look at funds' risks and aims and categorise our funds as Secure, Cautious, Balanced, Progressive, Adventurous or Specialist). You can read more about them at [www.scottishwidows.co.uk/investmentapproaches](http://www.scottishwidows.co.uk/investmentapproaches)

<p>The Fund is ranked at 5* because it has experienced medium to high levels of volatility over the past 5 years.</p> <p>*As disclosed in the key investor information document dated 27 June 2016.</p>	Typically lower rewards, lower risks				Typically higher rewards, higher risks		
	←	→	←	→	←	→	
	1	2	3	4	5	6	7

### Investment Review

Performance	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/13 to 31/10/14 %	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %
Multi-Manager Global Real Estate Securities Fund A Accumulation	31.35	1.96	11.37	10.29	21.53

Source: Lipper for Multi-Manager Global Real Estate Securities Fund; Revenue (net of tax) reinvested and net of expenses.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

The global listed market rose over the one-year period and closed 2015 on a positive note (7.1%). After a rocky beginning to 2016, the listed property market built momentum, finishing the first quarter with a solid positive return (7.9%). A negative January was followed by a flat but volatile February before global markets rebounded strongly through March. Outperformance relative to broader equities on a global basis continued in the second quarter (11.1%), as defensive market sentiment and further declines in interest rates across geographies served as tailwinds to the listed property sector. However, the listed property market posted a modest return (4.2%) in the third quarter, as strong performance in July, was followed by weaker results in August and September. Overall, the global real estate securities market underperformed relative to the broader market, though the real estate sector remains ahead of the global equity average on a year-to-date basis.

All returns are in GBP, unless otherwise stated.

The Fund's selection of small-cap stocks negatively impacted performance. An overweight to the UK office sector was a notable detractor from performance, especially after the vote to leave the EU. An underweight to healthcare and overweight to the Japanese diversified sector also negatively impacted performance.

In terms of underlying managers, Cohen & Steers outperformed. However, Morgan Stanley, Invesco and Russell's Positioning Strategy underperformed, thereby detracting from benchmark relative performance.

The Fund has a longer-term, strategic bias toward larger-capitalization stocks and companies with stronger balance sheets. Larger companies in the sector generally offer better liquidity, access to debt and equity capital, and ability to make accretive acquisitions. Companies with stronger balance sheets and management teams also tend to be rewarded over the longer term.

## Investment Markets Overview

(continued)

for the year ended 30 September 2016

From a geographic perspective, the Fund is overweight to Asia, particularly Hong Kong, and a corresponding underweight to North America. Asian property developers are currently trading at discounted pricing levels relative to underlying net asset value, while US and Canadian REITs appear less attractive on a relative value basis.

With respect to sectors, the Fund is overweight core property types such as apartments and office while being underweight the higher-yielding health care and net lease sectors. This positioning reflects a preference for companies with stronger underlying property fundamentals and a desire to limit exposure to sectors with weaker growth prospects and greater sensitivity to interest rates.

Aberdeen Investment Solutions Limited

October 2016

# Multi-Manager Global Real Estate Securities Fund

## Portfolio Statement

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>AUSTRALIA (4.94%*)</b>		<b>17,413</b>	<b>5.50</b>
BGP**	18,825,827	-	-
Dexus Property***	581,715	3,125	0.99
Goodman***	351,803	1,504	0.48
GPT***	255,744	760	0.24
Investa Office Fund***	61,269	164	0.05
Mirvac***	865,899	1,139	0.36
Scentre***	1,367,659	3,774	1.19
Shopping Centres Australasia Property***	49,300	65	0.02
Stockland***	174,422	487	0.15
Vicinity Centres***	2,063,738	3,829	1.21
Viva Energy REIT***	984	1	0.00
Westfield***	448,952	2,565	0.81
<b>BERMUDA (1.95%*)</b>		<b>2,925</b>	<b>0.93</b>
Hongkong Land	519,458	2,837	0.90
Kerry Properties	35,000	88	0.03
<b>BRAZIL (0.10%*)</b>		<b>13</b>	<b>0.00</b>
BR Properties	6,612	13	0.00
<b>CANADA (1.33%*)</b>		<b>7,283</b>	<b>2.31</b>
Allied Properties Real Estate Investment Trust***	108,067	2,376	0.75
Boardwalk Real Estate Investment Trust***	11,162	333	0.11
Brookfield Canada Office Properties***	16,345	259	0.08
Canadian Apartment Properties REIT***	23,117	413	0.13
Canadian Real Estate Investment Trust***	40,163	1,110	0.35
Chartwell Retirement Residences	28,275	258	0.08
Crombie REIT***	13,304	112	0.04
Dream Office Real Estate Investment Trust***	11,013	110	0.03
First Capital Realty	47,562	618	0.20
H&R Real Estate Investment Trust***	45,200	596	0.19
RioCan Real Estate Investment Trust***	36,024	572	0.18
Smart Real Estate Investment Trust***	25,968	526	0.17
<b>CAYMAN ISLANDS (1.42%*)</b>		<b>5,377</b>	<b>1.70</b>
Cheung Kong Property	955,812	5,377	1.70
<b>CHINA (0.03%*)</b>		<b>-</b>	<b>-</b>
<b>FINLAND (0.38%*)</b>		<b>1,739</b>	<b>0.55</b>
Sponda	440,600	1,739	0.55
<b>FRANCE (2.87%*)</b>		<b>9,235</b>	<b>2.92</b>
Gecina***	13,850	1,666	0.53
ICADE***	15,950	944	0.30
Klépierre***	86,600	3,019	0.95
Unibail-Rodamco***	17,600	3,606	1.14
<b>GERMANY (1.99%*)</b>		<b>6,406</b>	<b>2.03</b>
Deutsche EuroShop	33,800	1,188	0.38
Deutsche Wohnen	68,300	1,895	0.60
LEG Immobilien	27,480	1,995	0.63
Vonovia	46,000	1,328	0.42
<b>HONG KONG (5.74%*)</b>		<b>19,364</b>	<b>6.12</b>
China Overseas Land & Investment	48,000	125	0.04
Hang Lung Properties	859,000	1,489	0.47
Henderson Land Development	246,351	1,127	0.36
Hysan Development	282,000	1,018	0.32

# Multi-Manager Global Real Estate Securities Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Link REIT***	638,750	3,616	1.14
New World Development	492,431	493	0.16
Sino Land	140,700	191	0.06
Sun Hung Kai Properties	557,665	6,486	2.05
Swire Properties	787,800	1,767	0.56
Wharf	545,932	3,052	0.96
<b>IRELAND (0.00%*)</b>		<b>959</b>	<b>0.30</b>
Cairn Homes	1,031,000	959	0.30
<b>JAPAN (10.37%*)</b>		<b>34,832</b>	<b>11.01</b>
Activia Properties***	310	1,262	0.40
Advance Residence Investment***	317	693	0.22
Daiwa House REIT Investment***	101	229	0.07
Daiwa Office Investment***	30	142	0.05
Frontier Real Estate Investment***	8	31	0.01
GLP J-REIT***	889	910	0.29
Hulic	34,600	270	0.09
Hulic REIT***	1,011	1,390	0.44
Industrial & Infrastructure Fund***	6	23	0.01
Invincible Investment***	1,325	570	0.18
Japan Excellent***	113	126	0.04
Japan Hotel REIT Investment***	642	393	0.12
Japan Logistics Fund***	110	192	0.06
Japan Real Estate Investment***	360	1,653	0.52
Japan Rental Housing Investments***	56	36	0.01
Japan Retail Fund Investment***	986	1,874	0.59
Kenedix Office Investment***	83	392	0.12
LaSalle Logiport REIT***	164	135	0.04
Mitsubishi Estate	446,000	6,412	2.03
Mitsui Fudosan	424,169	6,894	2.18
Mori Hills REIT Investment***	111	128	0.04
Mori Trust Sogo REIT***	157	213	0.07
Nippon Building Fund***	434	2,118	0.67
Nippon Prologis REIT***	125	243	0.08
Nomura Real Estate Master Fund***	1,476	1,891	0.60
NTT Urban Development	2,000	15	0.00
ORIX JREIT***	1,092	1,478	0.47
Sumitomo Realty & Development	95,000	1,878	0.59
Tokyo Tatemono	251,300	2,311	0.73
Tokyu REIT***	11	11	0.00
United Urban Investment***	654	919	0.29
<b>NETHERLANDS (0.23%*)</b>		<b>867</b>	<b>0.27</b>
Koninklijke Vopak	21,500	867	0.27
<b>SINGAPORE (1.47%*)</b>		<b>4,379</b>	<b>1.38</b>
Ascendas Real Estate Investment Trust***	625,200	887	0.28
CapitaCommercial Trust***	142,200	128	0.04
CapitaLand	402,500	726	0.23
CapitaMall Trust***	1,071,200	1,308	0.41
City Developments	43,900	225	0.07
EC World Real Estate Investment Trust Unit***	1,100	1	0.00
Frasers Logistics & Industrial Trust***	157,600	88	0.03
Global Logistic Properties	240,300	254	0.08
Mapletree Commercial Trust***	37,800	34	0.01
Mapletree Industrial Trust***	430,500	433	0.13

# Multi-Manager Global Real Estate Securities Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Mapletree Logistics Trust***	194,968	117	0.04
Suntec Real Estate Investment Trust***	16,900	16	0.01
UOL	51,062	162	0.05
<b>SPAIN (0.00%*)</b>		<b>764</b>	<b>0.24</b>
Merlin Properties Sociimi***	85,900	764	0.24
<b>SWEDEN (1.27%*)</b>		<b>5,024</b>	<b>1.59</b>
Castellum	183,800	2,108	0.67
Hufvudstaden	103,100	1,369	0.43
Wihlborgs Fastigheter	96,100	1,547	0.49
<b>SWITZERLAND (0.72%*)</b>		<b>2,644</b>	<b>0.84</b>
Flughafen Zuerich	5,275	785	0.25
PSP Swiss Property	25,500	1,859	0.59
<b>UNITED KINGDOM (9.94%*)</b>		<b>19,180</b>	<b>6.06</b>
Assura***	1,889,000	1,086	0.34
Big Yellow***	105,300	818	0.26
Derwent London***	60,200	1,535	0.49
Development Securities	643,020	1,133	0.36
Great Portland Estates***	153,600	961	0.30
Hammerson***	254,000	1,464	0.46
Hansteen***	1,548,500	1,785	0.56
Helical Bar	165,000	449	0.14
Land Securities***	169,600	1,761	0.56
Londonmetric Property***	667,400	1,058	0.34
Rightmove	17,750	741	0.23
Savills	90,300	633	0.20
Segro***	292,270	1,295	0.41
Shaftesbury***	98,800	956	0.30
ST Modwen Properties	314,473	912	0.29
UNITE	196,600	1,234	0.39
Workspace***	197,600	1,359	0.43
<b>UNITED STATES (51.52%*)</b>		<b>158,187</b>	<b>49.98</b>
Acadia Realty Trust***	24,110	676	0.21
Alexandria Real Estate Equities***	21,748	1,842	0.58
American Campus Communities***	18,140	714	0.23
American Homes 4 Rent***	133,424	2,222	0.70
Apartment Investment & Management***	84,483	3,036	0.96
Apple Hospitality REIT	31,971	458	0.14
AvalonBay Communities***	51,547	7,136	2.25
Boston Properties***	45,704	4,806	1.52
Brandywine Realty Trust***	53,568	650	0.21
Brixmor Property***	181,019	3,931	1.24
Brookdale Senior Living	56,581	752	0.24
Camden Property Trust***	21,549	1,410	0.44
Care Capital Properties***	33,405	730	0.23
CBL & Associates Properties***	6,122	57	0.02
Chesapeake Lodging Trust***	23,952	421	0.13
Columbia Property***	3,730	65	0.02
Corporate Office Properties Trust***	7,616	168	0.05
Cousins Properties***	257,911	2,083	0.66
CubeSmart***	35,522	769	0.24
CyrusOne***	2,755	101	0.03
DCT Industrial Trust***	40	2	0.00
DDR***	42,219	574	0.18



# Multi-Manager Global Real Estate Securities Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
DiamondRock Hospitality***	86,675	599	0.19
Digital Realty Trust***	35,839	2,710	0.86
Douglas Emmett***	74,585	2,107	0.67
Duke Realty***	29,637	629	0.20
DuPont Fabros Technology***	32,483	1,047	0.33
Education Realty Trust***	61,298	2,044	0.65
Empire State Realty Trust***	83,293	1,368	0.43
EPR Properties***	12,463	765	0.24
Equinix***	1,184	329	0.10
Equity LifeStyle Properties***	35,257	2,136	0.67
Equity One***	14,051	334	0.10
Equity Residential***	107,473	5,342	1.69
Essex Property Trust***	30,549	5,317	1.68
Extra Space Storage***	24,365	1,521	0.48
Federal Realty Investment Trust***	9,860	1,181	0.37
First Industrial Realty Trust***	31,282	683	0.22
Gaming and Leisure Properties***	73,964	1,928	0.61
General Growth Properties***	166,761	3,547	1.12
HCP***	207,420	6,165	1.95
Healthcare Realty Trust***	69,274	1,841	0.58
Healthcare Trust of America***	5,060	129	0.04
Hilton Worldwide	121,776	2,142	0.68
Host Hotels & Resorts***	262,899	3,172	1.00
Hudson Pacific Properties***	129,875	3,286	1.04
InfraREIT***	18,261	257	0.08
Kilroy Realty***	38,489	2,036	0.64
Kimco Realty***	46,161	1,044	0.33
LaSalle Hotel Properties***	65,203	1,198	0.38
Liberty Property Trust***	39,511	1,237	0.39
Life Storage***	8,338	581	0.18
LTC Properties***	8,293	334	0.11
Macerich***	1,664	103	0.03
Mack-Cali Realty***	7,352	154	0.05
Mid-America Apartment Communities***	7,618	565	0.18
National Health Investors***	10,612	650	0.21
National Retail Properties***	59,815	2,368	0.75
Omega Healthcare Investors***	48,608	1,346	0.43
Paramount Group***	70,863	904	0.29
Pebblebrook Hotel Trust***	32,999	662	0.21
Physicians Realty***	3,425	57	0.02
Post Properties***	2,939	153	0.05
ProLogis***	141,458	5,870	1.85
Public Storage***	23,131	4,015	1.27
QTS Realty Trust***	35,718	1,478	0.47
Ramco-Gershenson Properties Trust***	44,234	641	0.20
Realty Income***	14,479	755	0.24
Regency Centers***	29,755	1,787	0.56
Retail Opportunity Investments***	53,108	907	0.29
Rexford Industrial Realty***	37,066	654	0.21
RLJ Lodging Trust***	22,413	361	0.11
Senior Housing Properties Trust***	24,445	436	0.14
Simon Property***	114,514	18,339	5.79
SL Green Realty***	15,258	1,270	0.40
Spirit Realty Capital***	255,051	2,638	0.83

# Multi-Manager Global Real Estate Securities Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Store Capital***	17,324	396	0.13
Sun Communities***	44,969	2,756	0.87
Sunstone Hotel Investors***	87,253	852	0.27
Tanger Factory Outlet Centers***	69,698	2,100	0.66
Taubman Centers***	7,509	433	0.14
UDR***	87,275	2,453	0.78
Ventas***	42,867	2,378	0.75
Vornado Realty Trust***	93,165	7,297	2.31
Washington Prime***	15,098	143	0.05
Washington Real Estate Investment Trust***	21,233	513	0.16
Weingarten Realty Investors***	33,649	1,018	0.32
Welltower***	32,594	1,906	0.60
Xenia Hotels & Resorts***	18,714	217	0.07
<b>DERIVATIVES (0.03%*)</b>		<b>204</b>	<b>0.05</b>
<b>Futures Contracts</b>			
ASX SPI 200 Index Futures December 2016	13	30	0.01
Dow Jones US Real Estate Index Futures December 2016	371	(77)	(0.02)
FTSE EPRA Europe Index Futures December 2016	298	(12)	0.00
Hang Seng Index Futures October 2016	11	(12)	0.00
SGX MSCI Singapore Index Futures October 2016	22	2	0.00
S&P TSX 60 Index Futures December 2016	5	10	0.00
Topix Index Futures December 2016	18	(9)	0.00
<b>Forward Currency Contracts</b>			
<b>Australian Dollar</b>			
Bought AUD200,000 for GBP113,291 Settlement 21/12/2016		4	0.00
Bought AUD402,000 for GBP231,116 Settlement 21/12/2016		4	0.00
Bought AUD402,000 for GBP231,117 Settlement 21/12/2016		4	0.00
Bought AUD100,000 for GBP56,357 Settlement 21/12/2016		2	0.00
Bought AUD100,000 for GBP57,206 Settlement 21/12/2016		1	0.00
Bought AUD100,000 for GBP57,222 Settlement 21/12/2016		1	0.00
Bought AUD150,000 for GBP86,890 Settlement 21/12/2016		1	0.00
Bought AUD200,000 for GBP117,375 Settlement 21/12/2016~		0	0.00
Bought AUD200,000 for GBP117,428 Settlement 21/12/2016~		0	0.00
Bought AUD200,000 for GBP117,528 Settlement 21/12/2016~		0	0.00
Sold AUD250,000 for GBP146,373 Settlement 21/12/2016~		0	0.00
Sold AUD200,000 for GBP117,281 Settlement 21/12/2016~		0	0.00
Sold AUD100,000 for GBP56,880 Settlement 21/12/2016		(2)	0.00
<b>Canadian Dollar</b>			
Bought CAD100,000 for GBP57,767 Settlement 21/12/2016		1	0.00
Bought CAD182,500 for GBP106,067 Settlement 21/12/2016		1	0.00
Bought CAD100,000 for GBP57,443 Settlement 21/12/2016		1	0.00
Bought CAD182,500 for GBP106,097 Settlement 21/12/2016		1	0.00
Bought CAD125,000 for GBP72,797 Settlement 21/12/2016~		0	0.00
Bought CAD100,000 for GBP58,350 Settlement 21/12/2016~		0	0.00
Bought CAD100,000 for GBP58,034 Settlement 21/12/2016~		0	0.00
Sold CAD100,000 for GBP58,085 Settlement 21/12/2016~		0	0.00
Sold CAD120,000 for GBP70,233 Settlement 21/12/2016~		0	0.00
Sold CAD100,000 for GBP57,882 Settlement 21/12/2016		(1)	0.00

# Multi-Manager Global Real Estate Securities Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Market Value £000	Total Net Assets %
<b>Euro</b>		
Bought EUR1,853,500 for GBP1,574,715 Settlement 21/12/2016	25	0.01
Bought EUR1,853,500 for GBP1,574,697 Settlement 21/12/2016	25	0.01
Bought EUR700,000 for GBP593,496 Settlement 21/12/2016	11	0.00
Bought EUR500,000 for GBP422,260 Settlement 21/12/2016	9	0.00
Bought EUR200,000 for GBP169,538 Settlement 21/12/2016	3	0.00
Bought EUR200,000 for GBP170,415 Settlement 21/12/2016	2	0.00
Bought EUR300,000 for GBP257,292 Settlement 21/12/2016	2	0.00
Bought EUR1,000,000 for GBP861,690 Settlement 21/12/2016	1	0.00
Bought EUR500,000 for GBP431,652 Settlement 21/12/2016~	0	0.00
Bought EUR500,000 for GBP432,992 Settlement 21/12/2016	(1)	0.00
Bought EUR1,000,000 for GBP870,195 Settlement 21/12/2016	(7)	0.00
Sold EUR1,200,000 for GBP1,040,731 Settlement 21/12/2016	5	0.00
Sold EUR400,000 for GBP345,506 Settlement 21/12/2016~	0	0.00
Sold EUR400,000 for GBP335,694 Settlement 21/12/2016	(10)	0.00
<b>Hong Kong Dollar</b>		
Bought HKD3,049,500 for GBP295,397 Settlement 21/12/2016	8	0.00
Bought HKD3,049,500 for GBP295,526 Settlement 21/12/2016	8	0.00
Bought HKD1,000,000 for GBP96,594 Settlement 21/12/2016	3	0.00
Bought HKD1,000,000 for GBP97,052 Settlement 21/12/2016	2	0.00
Bought HKD1,000,000 for GBP98,774 Settlement 21/12/2016	1	0.00
Bought HKD2,000,000 for GBP198,629 Settlement 21/12/2016~	0	0.00
Bought HKD1,500,000 for GBP148,805 Settlement 21/12/2016~	0	0.00
Bought HKD2,000,000 for GBP198,784 Settlement 21/12/2016~	0	0.00
Sold HKD2,000,000 for GBP198,610 Settlement 21/12/2016~	0	0.00
Sold HKD1,000,000 for GBP98,989 Settlement 21/12/2016~	0	0.00
Sold HKD1,000,000 for GBP95,870 Settlement 21/12/2016	(4)	0.00
<b>Japanese Yen</b>		
Bought JPY56,902,000 for GBP421,643 Settlement 21/12/2016	13	0.00
Bought JPY56,902,000 for GBP421,767 Settlement 21/12/2016	13	0.00
Bought JPY20,000,000 for GBP147,130 Settlement 21/12/2016	6	0.00
Bought JPY10,000,000 for GBP73,572 Settlement 21/12/2016	3	0.00
Bought JPY10,000,000 for GBP73,815 Settlement 21/12/2016	3	0.00
Bought JPY20,000,000 for GBP150,319 Settlement 21/12/2016	2	0.00
Bought JPY10,000,000 for GBP74,008 Settlement 21/12/2016	2	0.00
Bought JPY20,000,000 for GBP151,801 Settlement 21/12/2016	1	0.00
Bought JPY10,000,000 for GBP76,393 Settlement 21/12/2016~	0	0.00
Bought JPY30,000,000 for GBP229,946 Settlement 21/12/2016	(1)	0.00
Bought JPY40,000,000 for GBP308,226 Settlement 21/12/2016	(3)	0.00
Sold JPY30,000,000 for GBP230,033 Settlement 21/12/2016	1	0.00
Sold JPY40,000,000 for GBP305,828 Settlement 21/12/2016~	0	0.00
Sold JPY20,000,000 for GBP146,138 Settlement 21/12/2016	(7)	0.00
<b>Singapore Dollar</b>		
Bought SGD163,000 for GBP90,818 Settlement 21/12/2016	1	0.00
Bought SGD163,000 for GBP90,829 Settlement 21/12/2016	1	0.00
Bought SGD100,000 for GBP55,957 Settlement 21/12/2016	1	0.00
Bought SGD100,000 for GBP56,464 Settlement 21/12/2016~	0	0.00
Sold SGD100,000 for GBP56,663 Settlement 21/12/2016~	0	0.00

# Multi-Manager Global Real Estate Securities Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Market Value £000	Total Net Assets %
<b>US Dollar</b>		
Bought USD2,855,000 for GBP2,143,418 Settlement 21/12/2016	55	0.02
Bought USD2,855,000 for GBP2,144,087 Settlement 21/12/2016	55	0.02
Bought USD1,000,000 for GBP752,100 Settlement 21/12/2016	18	0.01
Bought USD700,000 for GBP524,104 Settlement 21/12/2016	15	0.00
Bought USD400,000 for GBP300,092 Settlement 21/12/2016	8	0.00
Bought USD300,000 for GBP227,087 Settlement 21/12/2016	4	0.00
Bought USD500,000 for GBP382,877 Settlement 21/12/2016	2	0.00
Bought USD1,500,000 for GBP1,153,342 Settlement 21/12/2016	2	0.00
Bought USD1,000,000 for GBP768,270 Settlement 21/12/2016	2	0.00
Bought USD700,000 for GBP538,752 Settlement 21/12/2016~	0	0.00
Bought USD1,500,000 for GBP1,155,191 Settlement 21/12/2016~	0	0.00
Sold USD2,000,000 for GBP1,539,184 Settlement 21/12/2016	(1)	0.00
Sold USD1,000,000 for GBP767,035 Settlement 21/12/2016	(3)	0.00
Sold USD800,000 for GBP594,156 Settlement 21/12/2016	(22)	(0.01)
<b>Portfolio of investments^</b>	<b>296,795</b>	<b>93.78</b>
<b>Net other assets</b>	<b>19,687</b>	<b>6.22</b>
<b>Total net assets</b>	<b>316,482</b>	<b>100.00</b>

Equity investment instruments are quoted on a listed securities market, unless otherwise stated. Derivative contracts can be exchange traded on a regulated market or over the counter (OTC).

\*Comparative figures shown in brackets relate to 30 September 2015.

\*\*Delisted securities.

\*\*\*Real Estate Investment Trust (REIT).

^Including derivative liabilities.

~The market value of the holdings is below £500 and is therefore rounded down to £0.

## Multi-Manager Global Real Estate Securities Fund

### Material Portfolio Changes

---

for the year ended 30 September 2016

	Cost £000		Proceeds £000
<b>Major purchases</b>		<b>Major sales</b>	
Dow Jones US Real Estate Index Futures September 2016	23,467	Dow Jones US Real Estate Index Futures September 2016	24,455
Dow Jones US Real Estate Index Futures March 2016	18,435	Dow Jones US Real Estate Index Futures December 2015	22,695
Dow Jones US Real Estate Index Futures December 2015	16,285	Dow Jones US Real Estate Index Futures March 2016	18,782
Dow Jones US Real Estate Index Futures June 2016	14,982	Simon Property*	18,028
FTSE EPRA Europe Index Futures June 2016	12,219	FTSE EPRA Europe Index Futures December 2015	15,419
FTSE EPRA Europe Index Futures September 2016	11,352	Dow Jones US Real Estate Index Futures June 2016	15,341
FTSE EPRA Europe Index Futures March 2016	10,536	FTSE EPRA Europe Index Futures June 2016	12,227
Dow Jones US Real Estate Index Futures December 2016	10,218	Public Storage*	11,835
FTSE EPRA Europe Index Futures December 2015	9,986	FTSE EPRA Europe Index Futures September 2016	11,659
Simon Property*	7,929	FTSE EPRA Europe Index Futures March 2016	10,568

Purchases and sales of Futures have been included at the value of their exposure.

\*Real Estate Investment Trust (REIT).

# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class A - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	166.86	163.44	146.67
Return before operating charges*	55.55	6.73	19.62
Operating charges	(3.65)	(3.31)	(2.85)
Return after operating charges*	51.90	3.42	16.77
Distributions	(4.26)	(3.65)	(2.31)
Retained distributions on accumulation shares	4.26	3.65	2.31
Closing net asset value per share	218.76	166.86	163.44
*after direct transaction costs of:~	0.22	0.17	0.21
<b>Performance</b>			
Return after charges^	31.10%	2.09%	11.43%
<b>Other information</b>			
Closing net asset value (£'000)	43,711	38,897	50,323
Closing number of shares	19,981,422	23,310,900	30,789,593
Operating charges#	1.93%	1.89%	1.89%
Direct transaction costs~	0.12%	0.10%	0.14%
<b>Prices</b>			
Highest share price	224.80	190.50	164.00
Lowest share price	162.80	158.70	139.30

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

^The return after charges figure is calculated as the return after operating charges per share divided by the opening net asset value per share. This is different to the performance return stated in the Investment Market Review which is sourced from Lipper and based on daily published prices.

From 1 November 2014 within the A share class the ACD fee changed from 1.75% to 1.17%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class A - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	133.97	134.07	123.14
Return before operating charges*	44.20	5.56	15.59
Operating charges	(2.90)	(2.69)	(2.35)
Return after operating charges*	41.30	2.87	13.24
Distributions	(3.39)	(2.97)	(2.31)
Closing net asset value per share	171.88	133.97	134.07
*after direct transaction costs of:~	0.18	0.14	0.18
<b>Performance</b>			
Return after charges	30.83%	2.14%	10.76%
<b>Other information</b>			
Closing net asset value (£'000)	28,588	36,020	42,614
Closing number of shares	16,632,170	26,886,926	31,785,459
Operating charges#	1.93%	1.89%	1.89%
Direct transaction costs~	0.12%	0.10%	0.14%
<b>Prices</b>			
Highest share price	177.40	155.20	135.30
Lowest share price	129.90	128.20	116.70

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the A share class the ACD fee changed from 1.75% to 1.17%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class B - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	119.49	116.19	100.00
Return before operating charges*	39.97	4.66	17.38
Operating charges	(1.55)	(1.36)	(1.19)
Return after operating charges*	38.42	3.30	16.19
Distributions	(3.06)	(2.62)	(2.00)
Retained distributions on accumulation shares	3.06	2.62	2.00
Closing net asset value per share	157.91	119.49	116.19
*after direct transaction costs of:~	0.16	0.12	0.19
<b>Performance</b>			
Return after charges	32.15%	2.84%	16.19%
<b>Other information</b>			
Closing net asset value (£'000)	2,418	1,702	1,614
Closing number of shares	1,531,184	1,424,331	1,389,186
Operating charges#	1.13%	1.09%	1.09%
Direct transaction costs~	0.12%	0.10%	0.17%
<b>Prices</b>			
Highest share price	162.10	135.90	116.40
Lowest share price	116.90	113.50	98.34

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

Share class B Accumulation was launched 11 December 2013.

From 1 November 2014 within the B share class the ACD fee changed from 0.95% to 0.37%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.



# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class B - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	114.64	113.89	100.00
Return before operating charges*	38.00	4.61	17.07
Operating charges	(1.47)	(1.31)	(1.18)
Return after operating charges*	36.53	3.30	15.89
Distributions	(2.91)	(2.55)	(2.00)
Closing net asset value per share	148.26	114.64	113.89
*after direct transaction costs of:~	0.15	0.12	0.19
<b>Performance</b>			
Return after charges	31.86%	2.90%	15.89%
<b>Other information</b>			
Closing net asset value (£'000)	3,573	1,954	361
Closing number of shares	2,409,600	1,704,438	317,176
Operating charges#	1.14%	1.09%	1.09%
Direct transaction costs~	0.12%	0.10%	0.17%
<b>Prices</b>			
Highest share price	152.80	132.30	114.80
Lowest share price	111.50	109.60	98.34

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

Share class B Income was launched 11 December 2013.

From 1 November 2014 within the B share class the ACD fee changed from 0.95% to 0.37%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class C - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	136.55	133.15	118.87
Return before operating charges*	45.56	5.39	15.92
Operating charges	(2.19)	(1.99)	(1.64)
Return after operating charges*	43.37	3.40	14.28
Distributions	(3.49)	(2.99)	(2.31)
Retained distributions on accumulation shares	3.49	2.99	2.31
Closing net asset value per share	179.92	136.55	133.15
*after direct transaction costs of:~	0.18	0.14	0.17
<b>Performance</b>			
Return after charges	31.76%	2.55%	12.01%
<b>Other information</b>			
Closing net asset value (£'000)	336	615	749
Closing number of shares	186,427	450,139	562,333
Operating charges#	1.43%	1.39%	1.39%
Direct transaction costs~	0.12%	0.10%	0.14%
<b>Prices</b>			
Highest share price	184.70	155.50	133.50
Lowest share price	133.50	129.80	113.00

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the C share class the ACD fee changed from 1.25% to 0.67%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class P - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	138.15	137.07	124.71
Return before operating charges*	45.86	5.49	16.05
Operating charges	(1.52)	(1.34)	(1.39)
Return after operating charges*	44.34	4.15	14.66
Distributions	(3.52)	(3.07)	(2.30)
Closing net asset value per share	178.97	138.15	137.07
*after direct transaction costs of:~	0.19	0.14	0.18
<b>Performance</b>			
Return after charges	32.10%	3.03%	11.76%
<b>Other information</b>			
Closing net asset value (£'000)	82,302	52,805	68,722
Closing number of shares	45,985,995	38,224,534	50,137,767
Operating charges#	0.97%	0.92%	1.08%
Direct transaction costs~	0.12%	0.10%	0.14%
<b>Prices</b>			
Highest share price	184.50	159.30	138.10
Lowest share price	134.40	132.10	118.50

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the P share class the ACD fee changed from 0.78% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class Q - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	138.19	136.98	124.71
Return before operating charges*	45.90	5.52	15.73
Operating charges	(1.36)	(1.24)	(1.15)
Return after operating charges*	44.54	4.28	14.58
Distributions	(3.52)	(3.07)	(2.31)
Closing net asset value per share	179.21	138.19	136.98
*after direct transaction costs of:~	0.19	0.14	0.17
<b>Performance</b>			
Return after charges	32.23%	3.12%	11.69%
<b>Other information</b>			
Closing net asset value (£'000)	138,406	121,036	232,452
Closing number of shares	77,233,070	87,585,841	169,692,560
Operating charges#	0.87%	0.84%	0.94%
Direct transaction costs~	0.12%	0.10%	0.14%
<b>Prices</b>			
Highest share price	184.70	159.20	138.00
Lowest share price	134.50	132.10	118.50

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the Q share class the ACD fee changed from 0.78% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (c)
<b>Share Class S - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	68.35	66.94	60.08
Return before operating charges*	22.76	2.76	8.37
Operating charges	(1.50)	(1.35)	(1.51)
Return after operating charges*	21.26	1.41	6.86
Distributions	(1.74)	(1.49)	(2.68)
Retained distributions on accumulation shares	1.74	1.49	2.68
Closing net asset value per share	89.61	68.35	66.94
*after direct transaction costs of:~	0.09	0.07	0.09
<b>Performance</b>			
Return after charges	31.10%	2.11%	11.42%
<b>Other information</b>			
Closing net asset value (£'000)	48	37	174
Closing number of shares	53,783	53,783	260,235
Operating charges#	1.93%	1.89%	1.89%
Direct transaction costs~	0.12%	0.10%	0.14%
<b>Prices</b>			
Highest share price	92.07	78.03	67.01
Lowest share price	66.70	65.00	57.06

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the S share class the ACD fee changed from 1.75% to 1.17%.

On the 1 November 2014 the S Accumulation share class changed from a USD share class to a GBP share class.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager Global Real Estate Securities Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class X - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	184.67	178.96	158.61
Return before operating charges*	61.80	7.09	21.55
Operating charges	(1.53)	(1.38)	(1.20)
Return after operating charges*	60.27	5.71	20.35
Distributions	(4.74)	(4.09)	(2.32)
Retained distributions on accumulation shares	4.74	4.09	2.32
Closing net asset value per share	244.94	184.67	178.96
*after direct transaction costs of:~	0.24	0.18	0.24
<b>Performance</b>			
Return after charges	32.64%	3.19%	12.83%
<b>Other information</b>			
Closing net asset value (£'000)	17,818	123,230	16,528
Closing number of shares	7,274,557	66,729,198	9,235,643
Operating charges#	0.76%	0.72%	0.72%
Direct transaction costs~	0.12%	0.10%	0.14%
<b>Prices</b>			
Highest share price	251.20	209.70	179.30
Lowest share price	181.00	175.40	151.00

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the X share class the ACD fee changed from 0.58% to 0.00%.

Prices for share class X are not published as this is an internal share class.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

## Multi-Manager Global Real Estate Securities Fund

### Statement of Total Return

for the year ended 30 September 2016

	Notes	01/10/15 to 30/09/16		01/11/14 to 30/09/15	
		£000	£000	£000	£000
Income					
Net capital gains	2		82,129		6,790
Revenue	3	8,092		10,732	
Expenses	4	(3,517)		(4,047)	
Interest payable and similar charges		(13)		(15)	
Net revenue before taxation		4,562		6,670	
Taxation	5	(714)		(1,062)	
Net revenue after taxation			3,848		5,608
<b>Total return before distributions</b>			<b>85,977</b>		<b>12,398</b>
Distributions	6		(7,365)		(9,110)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>78,612</b>		<b>3,288</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 September 2016

	01/10/15 to 30/09/16		Restated	
	£000	£000	01/11/14 to 30/09/15	£000
<b>Opening net assets attributable to shareholders</b>		<b>376,296</b>		<b>413,537</b>
Amounts receivable on creation of shares*	103,721		128,417	
Less: Amounts payable on cancellation of shares*	(244,248)		(172,128)	
		(140,527)		(43,711)
Dilution adjustment*		327		209
Change in net assets attributable to shareholders from investment activities		78,612		3,288
Retained distributions on accumulation shares		2,492		2,973
<b>Closing net assets attributable to shareholders</b>		<b>317,200</b>		<b>376,296</b>

\*Prior period figures have been restated as a result of the 2014 IMA SORP, please see note 1 of the financial statements on page 39.

Notes to the Financial Statements are on pages 39 to 48.

# Multi-Manager Global Real Estate Securities Fund

## Balance Sheet

as at 30 September 2016

	Notes	30/09/16 £000	Restated 30/09/15 £000
<b>Assets</b>			
<b>Fixed assets</b>			
Investments		296,967	362,542
<b>Current assets</b>			
Debtors	8	8,563	10,175
Cash and bank balances	9	15,669	10,076
<b>Total assets</b>		<b>321,199</b>	<b>382,793</b>
<b>Liabilities</b>			
Investment liabilities		(172)	(157)
Provision for liabilities*	10	(42)	(57)
<b>Creditors</b>			
Bank overdrafts		(137)	(865)
Distribution payable		(1,056)	(1,367)
Other creditors*	11	(2,592)	(4,051)
<b>Total liabilities</b>		<b>(3,999)</b>	<b>(6,497)</b>
<b>Net assets attributable to shareholders</b>		<b>317,200</b>	<b>376,296</b>

\*Prior period figures have been restated as a result of the 2014 IMA SORP, please see note 1 of the financial statements on page 39.

Notes to the Financial Statements are on pages 39 to 48.



# Multi-Manager Global Real Estate Securities Fund

## Notes to the Financial Statements

for the year ended 30 September 2016

### 1. Accounting basis and distribution policies

The financial statements have been prepared in accordance with the accounting policies set out on pages 8 to 10.

As noted on page 8, during the year the fund has adopted FRS 102 and the 2014 SORP. As a result there are some presentational changes to classification of items in the financial statements. The following presentational changes are considered to be minimal and have no impact on the total return or net asset value in either the current or prior accounting year. In the 'Statement of change in net assets attributable to shareholders' 'Dilution adjustments' are now disclosed as a separate line item.

'Dilution adjustments' totalling £326,691 (30/09/15: £194,027) have been reclassified from 'Amounts receivable on creation of shares' of £96,336 (30/09/15: £54,927) and 'Amounts payable on cancellation of shares' of £230,355 (30/09/15: £139,100).

In the Balance sheet 'Deferred tax payable' totalling £42,068 (30/09/15: £57,257) has been reclassified from 'Other creditors' to 'Provision for Liabilities'.

Under the 2014 SORP section 3.71, it is now acceptable not to take into account marginal tax relief in determining the distribution. This policy has been applied to the Multi-Manager Global Real Estate Securities Fund for the current accounting year.

### 2. Net capital gains

The net capital gains during the year comprise:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Non-derivative securities	78,211	5,772
Future contracts	819	1,491
Forward currency contracts	2,182	(487)
Currency (losses)/gains	(235)	95
Transaction charges	(147)	(84)
Underwriting commission	2	-
Dealing cost reimbursement	-	3
US REIT's capital gains	1,297	-
Net capital gains	<u>82,129</u>	<u>6,790</u>

### 3. Revenue

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
UK dividends	283	233
Overseas taxable revenue*	(273)	(324)
Overseas non-taxable revenue	1,867	1,999
Property revenue from UK REITs - PID	359	378
Property revenue from UK REITs - non PID	175	270
Property revenue from overseas REITs - taxable	5,065	7,365
Property revenue from overseas REITs - non-taxable	426	455
Bank interest	5	31
Fokus Bank interest	37	39
Overseas scrip dividends taxable	12	129
Overseas scrip dividends non-taxable	5	42
Stock lending revenue	23	22
UK PID scrip dividends	58	87
UK Non-PID scrip dividends	50	6
Total revenue	<u>8,092</u>	<u>10,732</u>

\*Overseas taxable revenue includes currency gains or losses arising from the repatriation of foreign dividends therefore may be negative.

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## 4. Expenses

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>Payable to the ACD, associates of the ACD, and agents of either of them:</b>		
ACD's periodic charge	1,213	1,414
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them:</b>		
Depositary's fees	32	35
Safe custody fees	31	40
	<u>63</u>	<u>75</u>
<b>Other expenses:</b>		
Sub-advisers' fees	1,925	2,321
Audit fee	19	17
Out of pocket expenses	4	6
Registration fees	332	362
Expense capping adjustment‡	(81)	(149)
Fees paid to PwC for non-audit services*	42	1
	<u>2,241</u>	<u>2,558</u>
Total expenses	<u>3,517</u>	<u>4,047</u>

Expenses include irrecoverable VAT where applicable.

\*Fees paid during the current year and prior period are in relation to Fokus Bank tax reclaims.

‡From 25 July 2014 within the Q share class no registration fee will be deducted and this will be borne by the ACD.

## 5. Taxation

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>(a) Analysis of charge in year:</b>		
Corporation tax	661	607
Double tax relief	(661)	(607)
Irrecoverable overseas tax	729	997
Adjustments in respect of prior years	-	32
Total current tax	<u>729</u>	<u>1,029</u>
Total deferred tax (note 5c)	<u>(15)</u>	<u>33</u>
Total taxation (note 5b)	<u>714</u>	<u>1,062</u>

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

**(b) Factors affecting total tax charge for the year:**

The tax assessed for the year is lower than (2015: lower than) the standard rate of corporation tax in the UK for an Open-Ended Investment Company of 20% (2015: 20%). The differences are explained below:

Net revenue before taxation	4,562	6,670
Corporation tax of 20% (2015: 20%)	912	1,334
<b>Effects of:</b>		
Franked UK income*	(56)	(47)
Overseas non-taxable revenue*	(459)	(491)
Double tax relief	(661)	(607)
Revenue taxable in different periods	36	(93)
Irrecoverable overseas tax	729	997
Adjustments in respect of prior years	-	32
Property revenue from UK REITs - non PID*	(35)	(54)
Tax on US REIT's taken to capital	259	-
Non-taxable scrip dividends*	(11)	(9)
Total tax charge for year (note 5a)	<u>714</u>	<u>1,062</u>

*\*As an authorised OEIC these items are not subject to corporation tax.*

*OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.*

**(c) Deferred taxation:**

Provision at the start of the year	57	24
Deferred tax (credit)/charge in profit and loss account for the year (note 5a)	(15)	33
Provision at the end of the year	<u>42</u>	<u>57</u>
Provision consists of:		
Revenue taxable in different periods	133	184
Double taxation relief on accrued dividends	(91)	(127)
Provision at the end of the year	<u>42</u>	<u>57</u>

**6. Distributions**

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprises:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
First interim	2,238	2,056
Second interim	1,049	1,504
Third interim	2,213	2,927
Final	<u>1,324</u>	<u>2,461</u>
	6,824	8,948
Add: Revenue deducted on cancellation of shares	1,023	370
Deduct: Revenue received on creation of shares	(482)	(208)
Net distributions for the year	<u>7,365</u>	<u>9,110</u>

*Details of the distributions per share are set out in the Distribution Tables on pages 49 to 52.*

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

**7. Movement between net revenue and net distributions**

	01/10/15 to 30/09/16	01/11/14 to 30/09/15
	£000	£000
Net revenue after taxation	3,848	5,608
ACD's periodic charge taken to capital	1,213	1,414
Tax relief on expenses offset against capital	-	(545)
Other expenses paid from capital†	2,304	2,633
Net distributions for the year	<u>7,365</u>	<u>9,110</u>

†Comprised of registration, depositary, sub-advisers', FCA, safe custody, audit fees, professional fees paid to Deloitte, bank charges and fees paid to PwC for non-audit services.

**8. Debtors**

	30/09/16	30/09/15
	£000	£000
Sales awaiting settlement	955	9,046
Amounts receivable for issue of shares	6,794	5
Accrued revenue	779	1,105
Overseas tax recoverable	25	8
Expense capping adjustment	10	11
Total debtors	<u>8,563</u>	<u>10,175</u>

**9. Cash and bank balances**

	30/09/16	30/09/15
	£000	£000
Cash and bank balances	14,429	8,291
Amounts held at futures clearing houses and brokers	1,240	1,785
Total cash and bank balances	<u>15,669</u>	<u>10,076</u>

**10. Provision for liabilities**

	30/09/16	30/09/15
	£000	£000
Deferred taxation	42	57

**11. Other creditors**

	30/09/16	30/09/15
	£000	£000
Purchases awaiting settlement	981	493
Amounts payable for cancellation of shares	805	2,367
Accrued expenses	698	1,116
Corporation tax payable	108	75
Total other creditors	<u>2,592</u>	<u>4,051</u>

**12. Related party transactions**

Scottish Widows Unit Trust Managers Limited, ("the ACD") is a related party and is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. Lloyds Banking Group, as the parent company of the ACD is the ultimate controlling party of the Fund. As such any member company of Lloyds Banking Group is also a related party.

Scottish Widows Unit Trust Managers Limited act as principal on all the transactions of shares in the Fund. The aggregate monies received through sales and repurchases of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Scottish Widows Unit Trust Managers Limited in respect of share transactions at the year end are included in the Balance Sheet.

Amounts paid to Scottish Widows Unit Trust Managers Limited in respect of ACD fees are disclosed in note 4, with £104,921 (30/09/15: £101,791) due at the year end.

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

*Shares held by associates of the ACD*

On 30 September 2016, shares held as a percentage of the Fund's value were:

	30/09/16	30/09/15
	%	%
ACD and associates of the ACD	20.87	14.02

**13. Share classes**

The Fund has seven share classes in issue.

The ACD's periodic charge on each share class is as follows:

	%
Share Class A - Accumulation:	1.17
Share Class A - Income:	1.17
Share Class B - Accumulation:	0.37
Share Class B - Income:	0.37
Share Class C - Accumulation:	0.67
Share Class P - Income:	0.20
Share Class Q - Income:	0.20
Share Class S - Accumulation:	1.17
Share Class X - Accumulation:	-

The net asset value of each share class, the net asset value per share and the number of shares in each class are given in the Comparative Table on pages 28 to 36.

The distributions per share class are given in the Distribution Tables on pages 49 to 52.

**Reconciliation of the shares movement in the year:**

	01/10/15			30/09/16	
	Opening shares in issue	Creations	Cancellations	Shares converted*	Closing shares in issue
Share Class A - Accumulation	23,310,900	118,906	(3,297,697)	(150,687)	19,981,422
Share Class A - Income	26,886,926	431,543	(10,391,870)	(294,429)	16,632,170
Share Class B - Accumulation	1,424,331	92,097	(206,983)	221,739	1,531,184
Share Class B - Income	1,704,438	24,083	(776,153)	1,457,232	2,409,600
Share Class C - Accumulation	450,139	4,671	(258,036)	(10,347)	186,427
Share Class P - Income	38,224,534	9,382,459	(1,637,612)	16,614	45,985,995
Share Class Q - Income	87,585,841	47,075,040	(56,486,756)	(941,055)	77,233,070
Share Class S - Accumulation	53,783	-	-	-	53,783
Share Class X - Accumulation	66,729,198	4,828,131	(64,282,772)	-	7,274,557
Total	<u>246,370,090</u>	<u>61,956,930</u>	<u>(137,337,879)</u>	<u>299,067</u>	<u>171,288,208</u>

\*Share conversions during the year relate to the restructure of a large client portfolio from an institutional share class to a retail share class.

**14. Capital commitments and contingent liabilities**

On 30 September 2016, the Fund had no capital commitments (30/09/15: £nil) and no contingent liabilities (30/09/15: £nil).

**15. Securities on loan**

The aggregate value of securities on loan at 30 September 2016 is £18,290,902 (30/09/2015: £12,556,120). The identities of the counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 30 September 2016 is £19,815,608 (30/09/2015: £13,309,600). This collateral is listed in the collateral held table below.

The gross earnings and fees paid for the year are £31,005 (30/09/15: £28,771) and £7,695 (30/09/15: £7,192).

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

	30/09/16	30/09/15
	£000	£000
<b>Counterparties</b>		
BNP Paribas	-	254
Citigroup Global Markets (Europe)	941	1,218
Citigroup Global Markets (USD)	-	3,653
Credit Suisse Securities (Europe)	3,177	172
Credit Suisse Securities (USA)	-	1,801
Deutsche Bank	3,981	1,740
Deutsche Bank Securities	-	18
HSBC Bank	-	275
ING Bank	-	835
Jefferies	-	17
JP Morgan Securities	535	155
Merrill Lynch International	1,854	468
Societe Generale	1,641	1,765
UBS	6,162	-
UBS Securities	-	185
Total securities on loan	18,291	12,556
	<b>30/09/16</b>	<b>30/09/15</b>
	<b>£000</b>	<b>£000</b>
<b>Collateral held</b>		
Bonds	5,351	2,808
Equities	13,350	3,842
Cash	1,115	6,660
Total collateral held	19,816	13,310

**16. Risk management policies, derivatives and other financial instruments**

A statement of the Fund's objective and the policy for achieving it has been included on page 18. The risks inherent in the Fund's investment portfolio are as follows:

*(a) Currency risk*

A significant proportion of the Fund's financial assets and liabilities are invested overseas. As a result, movements in exchange rates may affect the Sterling value of the portfolio, cash and investment purchases and sales.

As at 30 September 2016, if the value of Sterling increased or decreased by 1% against all currencies, the resulting change in the net assets attributable to shareholders of the Fund would have been an increase or decrease of approximately £3,001,727 (30/09/15: £3,497,284).

As at 30 September the Fund had the following net currency exposure (excluding Sterling):

	Currency exposure 30/09/16	Currency exposure 30/09/15
	£000	£000
<b>Currency</b>		
Australian dollar	18,327	19,740
Brazilian real	13	440
Canadian dollar	7,668	5,476
Euro	25,931	25,238
Hong Kong dollar	25,972	29,102
Japanese yen	36,621	41,477
Singapore dollar	4,649	5,873
Swedish krona	5,025	4,800
Swiss franc	2,660	2,725
US dollar	173,307	214,857
Total	300,173	349,728

The Fund hedges the initial investment but not the subsequent gains/losses on the settling value of investments that are denominated in foreign currencies.

The ACD seeks to manage the portfolio exposure to currency movements by using forward currency contracts. The forward currency contracts are shown in the portfolio statement.

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

*(b) Interest rate risk profile of financial assets and liabilities*

The Fund receives revenue from holdings in equities. The cashflow from these investments may fluctuate depending upon the particular decisions made by each company. Given that the Fund's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed.

The Fund's net cash holding of £14,428,795 (30/09/15: holding £8,291,442) is held in a floating rate deposit account whose interest rates are based on LIBOR or its international equivalent.

The Fund holds net cash at futures brokers of £1,104,146 (30/09/15: cash £920,607), whose rates are on based on LIBOR or its international equivalent.

The Fund did not have any long term financial liabilities.

*(c) Derivatives and other financial instruments*

During the period, the ACD entered into derivative contracts on behalf of the Fund for the purpose of efficient portfolio management (EPM). EPM requires that the purpose of the derivative contract must be to achieve; a reduction of the risk, or a reduction of cost, or the generation of additional capital, or revenue for the Fund with an acceptably low level of risk. The ACD monitors the use of derivative contracts to ensure that the requirements of EPM are satisfied. All derivative contracts were traded on an eligible derivatives exchange.

Exposure to the various markets may be balanced through tactical asset allocation of futures contracts. Tactical asset allocation is a technique which allows the ACD to undertake a switch in the Fund's exposure by the use of derivatives rather than through the sale and purchase by the Fund of transferable securities.

Due to the use of derivatives, the percentage movements in the value of the Fund will be different from the percentage movements in the markets. At the year end, as the sensitivity analysis or value at risk are not significant, no additional disclosure has been shown.

Financial derivative instrument exposure - fair value	Value (£)	Value (£)
	30/09/16	30/09/15
Exchange traded derivatives	41,899	78,397
Forward currency contracts	336,073	203,976
Total Financial derivative instrument exposure	<b>377,972</b>	<b>282,373</b>

Financial derivative instrument exposure - notional	Value (£)	Value (£)
	30/09/16	30/09/15
Exchange traded derivatives	19,527,472	15,230,692
Forward currency contracts	17,014,784	13,619,163
Total Financial derivative instrument exposure	<b>36,542,256</b>	<b>28,849,855</b>

The financial derivative instruments exposure represents the value of what is "economically commanded" by the instrument and is calculated as the sum of the notional value of the instrument, i.e. the number of contracts multiplied by the relevant index or spot price.

Efficient portfolio management techniques	Value (£)	Value (£)
	30/09/2016	30/09/2015
Gross revenues arising from efficient portfolio management techniques	31,005	28,771
Direct operational costs and fees incurred	(6,156)	(5,754)
Indirect operational costs and fees incurred	(1,539)	(1,438)
Net revenue generated for Fund during the annual accounting period	<b>23,310</b>	<b>21,579</b>
Underlying exposure obtained through EPM techniques	<b>36,542,256</b>	<b>28,849,855</b>

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

Counterparties to financial derivative instruments and efficient portfolio management techniques	Value (£)	Value (£)
	30/09/16	30/09/15
Bank of America - Forward currency contracts	-	(57,368)
Bank of Montreal - Forward currency contracts	(45,383)	32,509
BNP Paribas - Forward currency contracts	122,382	36,201
Brown Brothers Harriman - Forward currency contracts	53,547	531
Citibank - Forward currency contracts	-	(2,408)
Commonwealth Bank of Australia Sydney - Forward currency contracts	30,747	-
Credit Suisse - Forward currency contracts	-	(2,666)
HSBC Bank - Forward currency contracts	-	31,881
Royal Bank of Canada - Forward currency contracts	-	31,443
State Street Bank and Trust Company - Forward currency contracts	-	(33,735)
UBS - Forward currency contracts	5,794	31,285
Westpac Banking Corporation - Forward currency contracts	106,274	-
UBS - Futures contracts	(68,337)	56,102
Total uncollateralised counterparty exposure	<b>205,024</b>	<b>123,776</b>

The counterparty exposure represents the amount that the Fund could lose if the counterparty defaulted. This is calculated as the unrealised profit on the trade. It is therefore a different amount to the value of the sum of the notionals.

Collateral	Value (£)	Value (£)
	30/09/16	30/09/15
The type and amount of collateral received to reduce counterparty exposure:		
GBP Cash - UBS	1,104,532	1,785,663
AUD Cash - UBS	(18,492)	(73,797)
CAD Cash - UBS	(1,665)	(15,944)
EUR Cash - UBS	(117,128)	(241,065)
HKD Cash - UBS	19,138	(7,803)
JPY Cash - UBS	17,760	(129,089)
SGD Cash - UBS	3,302	(23,943)
USD Cash - UBS	96,699	(373,415)

*(d) Liquidity risk*

All of the Fund's financial assets are considered to be readily realisable in accordance with the market practices of the exchange on which they are traded. In general, the Investment Adviser manages the Fund's cash to ensure it can meet its liabilities. Where investments cannot be realised in time to meet any potential liability, the Fund may borrow up to 10% of its value to ensure settlement.

All of the Fund's financial liabilities are payable on demand or in less than one year.

We do not consider these liquidity risks to be significant and therefore no numerical analysis is being presented.



## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

*(e) Market price risk and fair value of financial assets and liabilities*

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority COLL Sourcebook, which includes rules prohibiting a holding greater than 20% of assets in any one fund.

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance Sheet, and their fair values.

As at 30 September 2016, if the price of investments held by the Funds increased or decreased by 1%, the resulting change in net assets attributable to shareholders would have been an increase or decrease of approximately 1%; which for this Fund would equate to £2,967,949 (30/09/15: £3,623,845).

*(f) Credit risk*

The Fund enters into transactions in financial instruments which expose it to the risk that the counterparty will not deliver the investment (purchase) or cash (sale) after the Fund has fulfilled its obligations. The Fund only buys and sells financial instruments through parties that have been approved by the ACD as acceptable. These are reviewed on an ongoing basis.

**17. Portfolio transaction costs**

Analysis of total trade costs.

	Purchases		Sales	
	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000
Equities	221,998	223,958	363,604	269,590
<b>Commissions</b>				
Equities	164	198	(226)	(249)
Futures	12	14	(12)	(13)
Total commissions	176	212	(238)	(262)
<b>Taxes</b>				
Equities	45	50	(35)	(34)
Total taxes	45	50	(35)	(34)
Total costs	221	262	(273)	(296)
<b>Total net trades in the year after transaction costs</b>	<b>222,219</b>	<b>224,220</b>	<b>363,331</b>	<b>269,294</b>

Prior period comparatives have been updated to be in line with current year disclosure.

**Total transaction cost expressed as a percentage of asset class trades**

	Purchases		Sales	
	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %
<b>Commissions</b>				
Equities	0.07	0.09	0.06	0.09
<b>Taxes</b>				
Equities	0.02	0.02	0.01	0.01

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## Total transaction cost expressed as a percentage of average net asset value

	01/10/15 to 30/09/16	01/11/14 to 30/09/15
	%	%
Commissions	0.13	0.11
Taxes	0.02	0.02
Total costs	0.15	0.13

Direct transaction costs are expenses incurred when buying and selling financial investments. In the case of equities and futures contracts, broker commissions and transfer taxes may be paid on each transaction.

## Average portfolio dealing spread

The average portfolio dealing spread at the balance sheet was 0.12% (30/09/15: 0.31%).

## 18. Fair value

Valuation technique	30/09/16		30/09/15	
	Assets	Liabilities	Assets	Liabilities
	£000	£000	£000	£000
Level 1	296,633	(110)	362,339	(23)
Level 2	334	(62)	203	(134)
Level 3	-	-	-	-
Total fair value	296,967	(172)	362,542	(157)

Level 1 - Quoted prices for identical instruments in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

Level 2 - Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investment schemes.

Level 3 - Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

The Fund has early adopted the FRS102 update made in March 2016.

# Multi-Manager Global Real Estate Securities Fund

## Distribution Tables

for the year ended 30 September 2016

### Distribution in pence per share

- Group 1 First interim Shares purchased prior to 1 October 2015  
 Second interim Shares purchased prior to 1 January 2016  
 Third interim Shares purchased prior to 1 April 2016  
 Final Shares purchased prior to 1 July 2016
- Group 2 First interim Shares purchased on or between 1 October 2015 and 31 December 2015  
 Second interim Shares purchased on or between 1 January 2016 and 31 March 2016  
 Third interim Shares purchased on or between 1 April 2016 and 30 June 2016  
 Final Shares purchased on or between 1 July 2016 and 30 September 2016

### Share Class A - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	1.1312	-	1.1312	0.8332
Second interim	0.5802	-	0.5802	0.5630
Third interim	1.6360	-	1.6360	1.2021
Final	0.9110	-	0.9110	1.0489
Group 2	(p)	(p)	(p)	(p)
First interim	0.7683	0.3629	1.1312	0.8332
Second interim	0.1651	0.4151	0.5802	0.5630
Third interim	1.1146	0.5214	1.6360	1.2021
Final	0.1135	0.7975	0.9110	1.0489

### Share Class A - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.9082	-	0.9082	0.6844
Second interim	0.4628	-	0.4628	0.4595
Third interim	1.3016	-	1.3016	0.9792
Final	0.7187	-	0.7187	0.8499
Group 2	(p)	(p)	(p)	(p)
First interim	0.4269	0.4813	0.9082	0.6844
Second interim	0.2057	0.2571	0.4628	0.4595
Third interim	0.6992	0.6024	1.3016	0.9792
Final	0.0501	0.6686	0.7187	0.8499

### Share Class B - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.8112	-	0.8112	0.5925
Second interim	0.4164	-	0.4164	0.4012
Third interim	1.1784	-	1.1784	0.8574
Final	0.6566	-	0.6566	0.7731
Group 2	(p)	(p)	(p)	(p)
First interim	0.6472	0.1640	0.8112	0.5925
Second interim	0.1216	0.2948	0.4164	0.4012
Third interim	0.4908	0.6876	1.1784	0.8574
Final	0.2362	0.4204	0.6566	0.7731

# Multi-Manager Global Real Estate Securities Fund

## Distribution Tables

(continued)

for the year ended 30 September 2016

### Share Class B - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.7779	-	0.7779	0.5808
Second interim	0.3970	-	0.3970	0.3914
Third interim	1.1197	-	1.1197	0.8252
Final	0.6190	-	0.6190	0.7569
Group 2	(p)	(p)	(p)	(p)
First interim	0.6516	0.1263	0.7779	0.5808
Second interim	0.2547	0.1423	0.3970	0.3914
Third interim	0.7912	0.3285	1.1197	0.8252
Final	0.3550	0.2640	0.6190	0.7569

### Share Class C - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.9266	-	0.9266	0.6784
Second interim	0.4755	-	0.4755	0.4592
Third interim	1.3430	-	1.3430	0.9794
Final	0.7486	-	0.7486	0.8722
Group 2	(p)	(p)	(p)	(p)
First interim	0.6504	0.2762	0.9266	0.6784
Second interim	0.2098	0.2657	0.4755	0.4592
Third interim	0.8216	0.5214	1.3430	0.9794
Final	0.2436	0.5050	0.7486	0.8722

### Share Class P - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.9381	-	0.9381	0.7003
Second interim	0.4788	-	0.4788	0.4710
Third interim	1.3510	-	1.3510	1.0043
Final	0.7473	-	0.7473	0.8990
Group 2	(p)	(p)	(p)	(p)
First interim	0.5294	0.4087	0.9381	0.7003
Second interim	0.1898	0.2890	0.4788	0.4710
Third interim	0.4201	0.9309	1.3510	1.0043
Final	0.2022	0.5451	0.7473	0.8990

# Multi-Manager Global Real Estate Securities Fund

## Distribution Tables

(continued)

for the year ended 30 September 2016

### Share Class Q - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.9389	-	0.9389	0.6985
Second interim	0.4804	-	0.4804	0.4710
Third interim	1.3529	-	1.3529	1.0103
Final	0.7487	-	0.7487	0.8922
Group 2	(p)	(p)	(p)	(p)
First interim	0.4408	0.4981	0.9389	0.6985
Second interim	0.2413	0.2391	0.4804	0.4710
Third interim	0.4431	0.9098	1.3529	1.0103
Final	0.0162	0.7325	0.7487	0.8922

### Share Class S - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.4634	-	0.4634	0.3593
Second interim	0.2373	-	0.2373	0.2308
Third interim	0.6704	-	0.6704	0.4913
Final	0.3731	-	0.3731	0.4080
Group 2	(p)	(p)	(p)	(p)
First interim	-	-	-	-
Second interim	-	-	-	-
Third interim	-	-	-	-
Final	-	-	-	-

### Share Class X - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	1.2541	-	1.2541	0.9081
Second interim	0.6445	-	0.6445	0.6184
Third interim	1.8246	-	1.8246	1.3162
Final	1.0155	-	1.0155	1.2510
Group 2	(p)	(p)	(p)	(p)
First interim	0.6125	0.6416	1.2541	0.9081
Second interim	-	0.6445	0.6445	0.6184
Third interim	0.9701	0.8545	1.8246	1.3162
Final	0.1175	0.8980	1.0155	1.2510

for the year ended 30 September 2016

**Corporate shareholder information (unaudited) for all share classes**

A shareholder liable to corporation tax receives this distribution, excluding equalisation, as follows:

First interim - 69.32% of the dividend, together with the tax credit, is received as franked investment income.

First interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

First interim - 30.68% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Second interim - 14.07% of the dividend, together with the tax credit, is received as franked investment income.

Second interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Second interim - 85.93% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Third interim - 92.21% of the dividend, together with the tax credit, is received as franked investment income.

Third interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Third interim - 7.79% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Final - 0.00% of the dividend, together with the tax credit, is received as franked investment income.

Final - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Final - 100.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

# Multi-Manager International Equity Fund

## Investment Markets Overview

for the year ended 30 September 2016

### Investment Objective and Policy

The Fund's aim is to provide a combination of income and growth of capital by investing at least two-thirds of the Fund's total assets in shares and other equity instruments which are issued by companies located around the world in various jurisdictions, excluding the UK.

The Fund may also invest the remaining portion of its assets in other equities (including UK equities), in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, money market instruments, deposits and in collective investment schemes.

The assets of the Fund will at all times be managed by at least three managers.

### Synthetic Risk and Reward Indicator

There are several different ways of measuring risk. The table below uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

This is a separate measure to Scottish Widows' Investment Approaches (where we use our own methodology to take an overall look at funds' risks and aims and categorise our funds as Secure, Cautious, Balanced, Progressive, Adventurous or Specialist). You can read more about them at [www.scottishwidows.co.uk/investmentapproaches](http://www.scottishwidows.co.uk/investmentapproaches)

<p>The Fund is ranked at 5* because it has experienced medium to high levels of volatility over the past 5 years.</p> <p>*As disclosed in the key investor information document dated 27 June 2016.</p>	←			→			
	Typically lower rewards, lower risks			Typically higher rewards, higher risks			
	1	2	3	4	5	6	7

### Investment Review

Performance	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/13 to 31/10/14 %	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %
Multi-Manager International Equity Fund A Accumulation	29.04	(1.65)	9.24	19.08	15.05
Global Sector Average Return	27.05	(1.09)	8.91	19.46	n/a

Source: Lipper for Multi-Manager International Equity Fund and Global Sector Average Return (funds which invest at least 80% of their assets globally in equities. Funds must be diversified by geographic region.).

Basis: Revenue (net of tax) reinvested and net of expenses.

The sector has been changed from unclassified to the Global Sector as this was deemed to best reflect the Fund's portfolio.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

Global stock markets produced a variety of returns over the last year. The US was among the best performers, climbing by more than 12%. Investors were cheered by relatively good economic news, including data that showed the US economy created 255,000 new jobs during July this year, which was comfortably ahead of estimates.

Investors also spent much of the year focusing on interest rates. The US Federal Reserve (the Fed) increased borrowing costs from 0.25% to 0.5% in December 2015. However, the Fed has advised that it would proceed cautiously with any further rate rises due to the fragility of the economic recovery and ongoing concerns about global factors, such as the Chinese economy.

Emerging markets have also been among the strongest performers. At the country level, Hungary and Egypt did well. In contrast, Turkey and Vietnam lagged. India has also been a strong performer, producing strong growth and benefiting from economic reforms.

By contrast, European stock markets have struggled as the Eurozone economy lost momentum, expanding by just 0.3% during the second quarter of 2016. There have also been growing fears about the health of the region's banking sector.

Japan was the worst performer among major stock markets. Despite the Bank of Japan's efforts, economic growth is proving elusive and prices continue to decline.

for the year ended 30 September 2016

The performance of the Fund was negatively affected by asset allocation, in particular the relatively small positions in the oil & gas sector and basic materials sectors. Energy and commodity prices have risen in recent months, rebounding from long-term lows early in 2016. The relatively large amount invested in the consumer goods sector was also negative, as this sector lagged the main market.

Stock selection among the underlying managers was good and the Fund benefited from stock selection decisions within the healthcare and technology sectors.

Among the individual managers, the holdings in Blackrock and Walter Scott outperformed. However, the holdings in Neptune and JP Morgan underperformed their respective benchmarks.

The Fund remains positioned close to neutral in terms of countries. The global and regional managers within the Fund continue to take a number of different views, which is reflected in their positioning. We believe the overall portfolio remains well placed to take advantage of the ongoing economic recovery, while being mindful of the many challenges that remain.

Aberdeen Investment Solutions Limited

October 2016



# Multi-Manager International Equity Fund

## Portfolio Statement

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>AUSTRALIA (0.82%*)</b>		<b>19,579</b>	<b>0.82</b>
Brambles	342,235	2,405	0.10
CSL	208,938	13,123	0.55
Newcrest Mining	270,980	3,529	0.15
QBE Insurance	33,483	182	0.01
Ramsay Health Care	7,312	340	0.01
<b>AUSTRIA (0.07%*)</b>		<b>2,086</b>	<b>0.09</b>
Erste Bank	69,875	1,551	0.07
Wienerberger	41,008	535	0.02
<b>BELGIUM (0.11%*)</b>		<b>3,491</b>	<b>0.15</b>
Anheuser-Busch InBev	27,974	2,801	0.12
KBC	15,951	690	0.03
<b>BERMUDA (0.49%*)</b>		<b>9,367</b>	<b>0.39</b>
Credicorp	3,663	427	0.02
Dairy Farm International	123,300	675	0.03
Haier Electronics	1,120,724	1,429	0.06
Hongkong Land	69,800	381	0.02
Invesco	19,790	464	0.02
Jardine Matheson	42,430	1,983	0.08
Jardine Strategic	109,000	2,744	0.11
Li & Fung	1,828,000	718	0.03
Signet Jewelers	3,433	194	0.01
XL	13,574	352	0.01
<b>BRAZIL (0.23%*)</b>		<b>7,235</b>	<b>0.30</b>
Ambev	427,108	1,993	0.08
BB Seguridade Participacoes	190,859	1,370	0.06
Cielo	88,313	677	0.03
Itau Unibanco Preference Shares	224,884	1,895	0.08
M Dias Branco	41,300	1,300	0.05
<b>BRITISH VIRGIN ISLANDS (0.01%*)</b>		<b>316</b>	<b>0.01</b>
Michael Kors	8,740	316	0.01
<b>CANADA (0.42%*)</b>		<b>14,257</b>	<b>0.60</b>
Canadian National Railway	138,089	6,874	0.29
Suncor Energy	346,170	7,383	0.31
<b>CAYMAN ISLANDS (1.20%*)</b>		<b>31,470</b>	<b>1.31</b>
AAC Technologies	48,000	372	0.01
Alibaba ADR	50,000	4,070	0.17
ASM Pacific Technology	60,600	383	0.02
Baidu ADR	83,580	11,744	0.49
China Mengniu Dairy	1,732,977	2,483	0.10
CK Hutchison	319,715	3,135	0.13
ENN Energy	154,000	578	0.02
Sands China	616,443	2,064	0.09
Tencent	313,400	6,641	0.28
<b>CHINA (0.07%*)</b>		<b>1,113</b>	<b>0.05</b>
Anhui Conch Cement	316,000	666	0.03
PetroChina	884,000	447	0.02
<b>CURACAO (0.56%*)</b>		<b>15,024</b>	<b>0.63</b>
Schlumberger	251,729	15,024	0.63
<b>CZECH REPUBLIC (0.03%*)</b>		<b>578</b>	<b>0.02</b>
Komerční Banka	21,927	578	0.02

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>DENMARK (0.72%*)</b>		<b>12,966</b>	<b>0.54</b>
Carlsberg	46,433	3,368	0.14
Chr Hansen	10,921	497	0.02
Novo Nordisk 'B' Shares	234,945	7,495	0.31
Pandora	10,240	943	0.04
TDC	146,956	663	0.03
<b>FINLAND (0.20%*)</b>		<b>2,802</b>	<b>0.12</b>
Cargotec	17,285	599	0.03
Nokia	211,998	925	0.04
Outokumpu	86,115	447	0.02
UPM-Kymmene	51,951	831	0.03
<b>FRANCE (4.50%*)</b>		<b>103,796</b>	<b>4.33</b>
Air Liquide	47,115	3,825	0.16
Arkema	11,166	789	0.03
AXA	97,199	1,526	0.06
BNP Paribas	472,607	17,904	0.75
Cap Gemini	13,512	1,007	0.04
Danone	217,980	12,218	0.51
Essilor International	69,158	6,760	0.28
Faurecia	17,501	514	0.02
Generale des Etablissements Michelin	13,391	1,117	0.05
Hermes International	2,418	749	0.03
Kering	52,334	7,964	0.33
Legrand	70,990	3,182	0.13
L'Oreal	53,500	7,679	0.32
LVMH	117,494	15,133	0.63
Natixis	192,911	668	0.03
Nexans	9,691	421	0.02
Pernod Ricard	74,609	6,721	0.28
Publicis	16,406	935	0.04
Renault	13,246	808	0.03
Sanofi	21,657	1,254	0.05
Schneider Electric	109,343	5,751	0.24
Sodexo	11,836	1,067	0.05
Technip	14,444	681	0.03
Thales	11,617	816	0.04
Total	79,344	2,872	0.12
Vinci	24,805	1,435	0.06
<b>GERMANY (3.19%*)</b>		<b>74,496</b>	<b>3.11</b>
adidas	9,625	1,263	0.05
Allianz	149,273	16,585	0.69
BASF	17,272	1,107	0.05
Bayer	136,619	10,225	0.43
Brenntag	44,569	1,839	0.08
Daimler	315,059	16,585	0.69
Deutsche Boerse	40,379	2,458	0.10
Deutsche Telekom	104,965	1,335	0.06
E.ON	24,815	133	0.01
Evonik Industries	27,450	703	0.03
Fresenius	32,809	1,969	0.08
HeidelbergCement	10,226	731	0.03
Henkel Preference Shares	14,290	1,471	0.06
Infineon Technologies	22,620	306	0.01

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Linde	46,040	5,875	0.25
Merck	53,470	4,351	0.18
MTU Aero Engines	34,282	2,616	0.11
SAP	34,976	2,412	0.10
Siemens	22,838	2,013	0.08
Uniper	2,481	23	0.00
Volkswagen Preference Shares	5,067	496	0.02
<b>HONG KONG (2.00%*)</b>		<b>57,219</b>	<b>2.39</b>
AIA	2,743,600	14,071	0.59
Beijing Enterprises	55,500	217	0.01
China Mobile	1,367,129	12,758	0.53
CNOOC	10,205,481	9,767	0.41
Hang Lung	456,000	1,334	0.06
Hang Lung Properties	536,000	929	0.04
Henderson Land Development	199,932	915	0.04
Hong Kong & China Gas	6,403,143	9,313	0.39
Hong Kong Exchanges and Clearing	63,375	1,285	0.05
Link REIT**	172,713	978	0.04
MTR	369,884	1,568	0.06
Swire Pacific 'A' Shares	311,000	2,584	0.11
Swire Properties	668,800	1,500	0.06
<b>HUNGARY (0.07%*)</b>		<b>1,500</b>	<b>0.06</b>
OTP Bank	74,703	1,500	0.06
<b>INDIA (1.32%*)</b>		<b>26,233</b>	<b>1.09</b>
Bajaj Auto	10,087	331	0.01
Bharat Petroleum	230,252	1,637	0.07
Cipla	86,322	580	0.03
Dr Reddy's Laboratories	31,688	1,140	0.05
Grasim Industries	13,521	752	0.03
Grasim Industries GDR	37,200	2,081	0.09
HCL Technologies	122,763	1,138	0.05
HDFC Bank	144,312	2,449	0.10
HDFC Bank ADR	15,800	868	0.04
Hero MotorCorp	32,540	1,287	0.05
Hindustan Unilever	53,925	544	0.02
ICICI Bank	593,819	1,737	0.07
Infosys	161,514	1,935	0.08
Infosys ADR	228,382	2,796	0.12
ITC	442,567	1,242	0.05
ITC GDR	280,000	783	0.03
Kotak Mahindra Bank	187,281	1,693	0.07
Lupin	31,505	542	0.02
Nestlé India	10,306	767	0.03
Shriram Transport Finance	90,108	1,216	0.05
Wipro	128,781	715	0.03
<b>INDONESIA (0.09%*)</b>		<b>6,766</b>	<b>0.28</b>
Astra International	6,185,800	3,016	0.13
Bank Central Asia	1,524,900	1,411	0.06
Kalbe Farma	8,018,036	810	0.03
Telekomunikasi Indonesia Persero	2,761,100	702	0.03
Unilever Indonesia	314,000	827	0.03

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>IRELAND (1.32%*)</b>		<b>34,821</b>	<b>1.45</b>
Accenture	128,190	12,028	0.50
Allegion	4,785	252	0.01
Allergan	18,971	3,377	0.14
Eaton	21,063	1,042	0.04
Endo International	9,238	149	0.01
Ingersoll-Rand	12,044	623	0.02
Johnson Controls International	45,456	1,610	0.07
Kingspan	30,999	629	0.03
Mallinckrodt	5,746	306	0.01
Medtronic	182,468	12,022	0.50
Pentair	8,261	401	0.02
Perrigo	7,005	504	0.02
Ryanair	76,967	802	0.03
Seagate Technology	14,875	434	0.02
Willis Towers Watson	6,417	642	0.03
<b>ISRAEL (0.08%*)</b>		<b>3,159</b>	<b>0.13</b>
Check Point Software Technologies	53,377	3,159	0.13
<b>ITALY (0.32%*)</b>		<b>4,156</b>	<b>0.17</b>
Enel	308,652	1,048	0.04
Intesa Sanpaolo	606,097	991	0.04
Moncler	38,815	501	0.02
Snam	166,675	708	0.03
Telecom Italia	1,120,334	704	0.03
Unione di Banche Italiane	121,122	204	0.01
<b>JAPAN (10.90%*)</b>		<b>207,736</b>	<b>8.67</b>
ABC-Mart	23,400	1,224	0.05
Aeon Delight	18,100	423	0.02
Astellas Pharma	105,300	1,261	0.05
AT	71,000	1,194	0.05
Bridgestone	144,100	4,068	0.17
Canon	62,300	1,387	0.06
Central Japan Railway	10,900	1,430	0.06
Chubu-Nippon Broadcasting	62,500	295	0.01
Daiwa Securities	2,213,000	9,517	0.40
Denso	255,100	7,771	0.32
Disco	20,900	1,892	0.08
Don Quijote	80,600	2,265	0.10
Dowa	214,000	1,146	0.05
East Japan Railway	50,400	3,490	0.15
FANUC	68,900	8,921	0.37
Fujifilm	33,400	947	0.04
Fujitsu	367,000	1,510	0.06
Fukuoka Financial	253,000	804	0.03
H2O Retailing	84,800	924	0.04
Haseko	196,800	1,445	0.06
HI-LEX	116,900	2,442	0.10
Hitachi	316,000	1,129	0.05
Hitachi Capital	48,000	779	0.03
Hitachi High-Technologies	29,300	897	0.04
Hitachi Transport System	99,900	1,528	0.06
Honda Motor	78,300	1,721	0.07
Hoya	101,300	3,114	0.13

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Inabata	156,400	1,227	0.05
Inpex	45,600	316	0.01
Isuzu Motors	179,900	1,614	0.07
Izumi	25,200	832	0.04
Jafco	110,300	2,473	0.10
Japan Airlines	104,200	2,350	0.10
Japan Exchange	240,000	2,857	0.12
JFE	31,800	354	0.02
JGC	89,500	1,187	0.05
JSR	28,300	340	0.01
JTEKT	69,700	797	0.03
JX	487,300	1,510	0.06
KDDI	181,500	4,310	0.18
Keyence	21,100	11,817	0.49
Kintetsu World Express	21,600	214	0.01
Kissei Pharmaceutical	18,600	381	0.02
Koito Manufacturing	59,200	2,201	0.09
Komatsu	438,100	7,660	0.32
Konica Minolta	84,800	548	0.02
Kose	25,000	1,956	0.08
Kubota	190,800	2,200	0.09
Mitsubishi	26,200	456	0.02
Mitsubishi Electric	130,000	1,271	0.05
Mitsubishi Estate	155,000	2,228	0.09
Mitsubishi UFJ Financial	547,100	2,107	0.09
Mitsui	279,300	2,960	0.12
Mitsui Fudosan	164,000	2,665	0.11
Mitsui OSK Lines	214,000	380	0.02
Musashino Bank	11,900	230	0.01
Nabtesco	43,900	952	0.04
Nafco	57,500	713	0.03
Nidec	13,000	917	0.04
Nintendo	2,100	426	0.02
Nippon Shokubai	7,700	368	0.02
Nippon Soda	79,000	258	0.01
Nippon Telegraph & Telephone	107,000	3,765	0.16
Nippon Thompson	205,000	580	0.02
Nitto Denko	11,900	589	0.03
Nomura	258,600	879	0.04
Nomura Real Estate	42,400	548	0.02
Obayashi	210,000	1,593	0.07
Okinawa Electric Power	27,600	479	0.02
Oriental Land	33,000	1,542	0.06
Otsuka	56,800	1,988	0.08
Recruit	14,700	461	0.02
Sakata INX	142,700	1,323	0.06
Sanki Engineering	85,200	581	0.02
Sankyo	16,000	419	0.02
Sankyu	446,000	1,955	0.08
Santen Pharmaceutical	161,800	1,826	0.08
Sapporo	37,100	790	0.03
SCREEN	14,200	699	0.03
Sekisui Chemical	150,100	1,654	0.07
Seven & I	62,600	2,270	0.09

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Shimadzu	61,000	712	0.03
Shimamura	900	84	0.00
Shin-Etsu Chemical	182,300	9,717	0.41
Shinko Electric Industries	88,300	381	0.02
Shiseido	85,000	1,726	0.07
SK Kaken	24,000	1,889	0.08
Sompo Japan Nipponkoa	146,600	3,314	0.14
Sony	120,000	3,013	0.13
Sumitomo	88,300	756	0.03
Sumitomo Electric Industries	71,800	774	0.03
Sumitomo Heavy Industries	204,000	765	0.03
Sumitomo Mitsui Financial	151,100	3,894	0.16
Sumitomo Realty & Development	110,000	2,174	0.09
T&D	206,000	1,774	0.07
T&K Toka	60,200	442	0.02
Taisei	275,000	1,581	0.07
TDK	59,900	3,056	0.13
TECHNO ASSOCIE	71,100	500	0.02
The 77 Bank	256,000	800	0.03
Tokai Tokyo Financial	174,700	646	0.03
Toyota Motor	371,100	16,350	0.68
Unipres	74,100	999	0.04
Yamada Denki	409,500	1,561	0.07
Yamato	16,100	288	0.01
<b>JERSEY (0.97%*)</b>		<b>32,696</b>	<b>1.36</b>
Delphi Automotive	55,631	2,990	0.12
Experian ADR	347,100	5,350	0.22
Glencore ADR	4,360,550	18,400	0.77
WPP	329,219	5,956	0.25
<b>LIBERIA (0.02%*)</b>		<b>440</b>	<b>0.02</b>
Royal Caribbean Cruises	7,683	440	0.02
<b>LUXEMBOURG (0.24%*)</b>		<b>8,621</b>	<b>0.36</b>
Aberdeen Global - China Equity Fund◇	179,925	1,295	0.05
Aberdeen Global - Indian Equity Fund◇	518,847	6,943	0.29
ArcelorMittal	83,103	383	0.02
<b>MALAYSIA (0.09%*)</b>		<b>2,482</b>	<b>0.10</b>
British American Tobacco Malaysia	99,300	910	0.04
CIMB	573,601	504	0.02
Public Bank	289,000	1,068	0.04
<b>MEXICO (0.18%*)</b>		<b>15,039</b>	<b>0.63</b>
Fomento Economico Mexicano ADR	29,442	2,080	0.09
Grupo Financiero Banorte	644,735	2,598	0.11
Grupo Televisa ADR	522,037	10,361	0.43
<b>NETHERLANDS (1.80%*)</b>		<b>42,276</b>	<b>1.76</b>
Airbus	22,696	1,029	0.04
AkzoNobel	86,678	4,465	0.19
ASML	13,629	1,140	0.05
ASR Nederland	25,883	403	0.02
CNH Industrial	2,925,300	15,671	0.65
Heineken	81,776	5,464	0.23
ING	56,323	512	0.02
Koninklijke Ahold Delhaize	54,922	945	0.04

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Koninklijke KPN	306,444	778	0.03
Koninklijke Philips	323,799	7,234	0.30
LyondellBasell Industries	16,767	1,041	0.04
Mylan	20,798	617	0.03
NN	25,981	602	0.02
Unilever	12,464	438	0.02
X5 Retail GDR	35,000	783	0.03
Yandex	69,816	1,154	0.05
<b>NORWAY (0.09%*)</b>		-	-
<b>PANAMA (0.04%*)</b>		<b>780</b>	<b>0.03</b>
Carnival	20,939	780	0.03
<b>PAPUA NEW GUINEA (0.04%*)</b>		-	-
<b>PHILIPPINES (0.17%*)</b>		<b>5,280</b>	<b>0.22</b>
Aboitiz Power	1,346,000	976	0.04
Ayala	98,000	1,336	0.06
Ayala Land	1,213,300	756	0.03
Bank of the Philippine Islands	739,163	1,235	0.05
SM Investments	91,155	977	0.04
<b>POLAND (0.09%*)</b>		<b>1,946</b>	<b>0.08</b>
Bank Pekao	44,304	1,111	0.05
Powszechny Zaklad Ubezpieczen	171,672	835	0.03
<b>PORTUGAL (0.07%*)</b>		<b>679</b>	<b>0.03</b>
Galp Energia	64,815	679	0.03
<b>RUSSIA (0.02%*)</b>		<b>6,577</b>	<b>0.27</b>
Lukoil ADR	6,004	224	0.01
Magnit	5,000	637	0.02
MMC Norilsk ADR	160,000	1,983	0.08
NOVATEK GDR	8,000	675	0.03
Sberbank of Russia ADR	420,000	3,058	0.13
<b>SINGAPORE (1.04%*)</b>		<b>22,517</b>	<b>0.94</b>
Broadcom	18,912	2,516	0.10
City Developments	539,100	2,761	0.12
DBS	392,892	3,416	0.14
Keppel	340,000	1,036	0.04
Oversea-Chinese Banking	972,735	4,751	0.20
Singapore Technologies Engineering	902,600	1,643	0.07
Singapore Telecommunications (Trading lot size 10)	1,288,000	2,883	0.12
Singapore Telecommunications (Trading lot size 1000)	817,400	1,835	0.08
United Overseas Bank	157,567	1,676	0.07
<b>SOUTH AFRICA (0.18%*)</b>		<b>4,778</b>	<b>0.20</b>
MTN	220,141	1,441	0.06
Nampak	554,253	615	0.03
Sanlam	356,239	1,259	0.05
Tiger Brands	67,572	1,463	0.06
<b>SOUTH KOREA (1.13%*)</b>		<b>26,149</b>	<b>1.09</b>
Amorepacific Group	72	8	0.00
Amorepacific Preference Shares	5,058	751	0.03
E-Mart	6,262	689	0.03
KT	23,081	516	0.02
KT ADR	25,094	314	0.01
LG	26,575	1,201	0.05

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
LG Chem	7,425	1,253	0.05
LG Household & Health Care	2,097	1,403	0.06
NAVER	1,338	827	0.04
Samsung Electronics	10,921	12,223	0.51
Samsung Electronics Preference Shares	5,116	4,612	0.19
Shinhan Financial	27,153	764	0.03
SK Hynix	56,396	1,588	0.07
<b>SPAIN (0.66%*)</b>		<b>14,186</b>	<b>0.59</b>
Aena	15,416	1,735	0.07
Banco Bilbao Vizcaya Argentaria	43,983	196	0.01
Banco Santander	260,177	855	0.04
Bankia	857,440	517	0.02
Iberdrola	250,227	1,297	0.05
Inditex	302,272	8,547	0.36
Telefonica	134,340	1,039	0.04
<b>SWEDEN (0.85%*)</b>		<b>19,548</b>	<b>0.82</b>
Atlas Copco	164,050	3,395	0.14
Electrolux	46,106	878	0.04
Hennes & Mauritz	229,000	5,131	0.21
Nordea Bank	201,247	1,495	0.06
Sandvik	84,340	708	0.03
Skandinaviska Enskilda Banken	123,151	930	0.04
Svenska Cellulosa	258,852	5,895	0.25
Telefonaktiebolaget LM Ericsson	66,904	367	0.02
TeliaSonera	219,577	749	0.03
<b>SWITZERLAND (6.30%*)</b>		<b>137,307</b>	<b>5.73</b>
ACE	22,176	2,128	0.09
Actelion	6,848	908	0.04
Adecco	61,329	2,605	0.11
Credit Suisse	1,613,911	15,601	0.65
Financiere Richemont	306,038	14,223	0.59
Garmin	6,372	237	0.01
Holcim	264,987	10,878	0.45
Julius Baer	403,400	12,385	0.52
Kuehne + Nagel International	46,995	5,220	0.22
Nestlé	386,145	23,448	0.98
Novartis	171,818	10,352	0.43
Roche	90,379	17,116	0.71
SGS	2,400	4,098	0.17
Sonova	20,790	2,242	0.09
Swatch	8,800	1,899	0.08
Swiss Re	20,281	1,385	0.06
Syngenta	11,663	3,926	0.16
Syngenta 2nd Line	1,989	668	0.03
TE Connectivity	17,707	865	0.04
Transocean	17,752	145	0.01
UBS	584,689	5,888	0.25
Zurich Insurance	5,576	1,090	0.04
<b>TAIWAN (0.84%*)</b>		<b>25,330</b>	<b>1.06</b>
Asustek Computer	86,000	592	0.03
CTBC Financial	2,948,029	1,317	0.06
Delta Electronics	337,370	1,387	0.06
Formosa International Hotels	122,085	538	0.02



# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
MediaTek	125,000	737	0.03
Taiwan Mobile	554,000	1,534	0.06
Taiwan Semiconductor Manufacturing	1,116,000	5,012	0.21
Taiwan Semiconductor Manufacturing ADR	562,800	13,198	0.55
Uni-President Enterprises	701,486	1,015	0.04
<b>THAILAND (0.17%*)</b>		<b>4,548</b>	<b>0.19</b>
Kasikornbank Foreign Shares	360,600	1,505	0.06
Siam Cement	70,000	807	0.03
Siam Cement NVDR	134,000	1,539	0.07
Siam Commercial Bank	211,600	697	0.03
<b>TURKEY (0.09%*)</b>		<b>2,447</b>	<b>0.10</b>
Tofas Turk Otomobil Fabrikasi	281,102	1,561	0.06
Turkiye Sise ve Cam Fabrikalari	1,084,457	886	0.04
<b>UNITED ARAB EMIRATES (0.06%*)</b>		<b>1,324</b>	<b>0.06</b>
First Gulf Bank	536,549	1,324	0.06
<b>UNITED KINGDOM (2.83%*)</b>		<b>62,984</b>	<b>2.63</b>
Aon	115,273	9,863	0.41
BHP Billiton	165,200	1,920	0.08
Burberry	151,076	2,077	0.09
Compass	302,995	4,496	0.19
Diageo	339,901	7,524	0.31
Diageo ADR	80,800	7,218	0.30
HSBC	432,808	2,461	0.10
Neptune India Fund	2,551,000	5,472	0.23
Nielsen	17,003	701	0.03
Reckitt Benckiser	120,952	8,742	0.37
Rio Tinto	104,083	2,694	0.11
SABMiller	22,516	1,012	0.04
Sky	326,556	2,918	0.12
Standard Chartered	595,525	3,720	0.16
Whitbread	56,197	2,166	0.09
<b>UNITED STATES (50.94%*)</b>		<b>1,250,361</b>	<b>52.20</b>
3M	77,194	10,443	0.43
Abbott Laboratories	69,561	2,224	0.09
AbbVie	77,871	3,774	0.16
Activision Blizzard	32,618	1,112	0.05
Acuity Brands	2,057	413	0.02
Adobe Systems	132,429	11,011	0.46
Advance Auto Parts	3,266	370	0.01
AES	34,057	339	0.01
Aetna	16,261	1,443	0.06
Affiliated Managers	2,442	265	0.01
Aflac	19,762	1,091	0.04
Agilent Technologies	15,485	554	0.02
Air Products & Chemicals	10,355	1,202	0.05
Akamai Technologies	8,868	358	0.01
Alaska Air	5,860	295	0.01
Albemarle	5,325	341	0.01
Alcoa	59,722	458	0.02
Alexion Pharmaceuticals	10,508	973	0.04
Alliance Data Systems	2,910	478	0.02
Alliant Energy	10,775	323	0.01
Allstate	18,052	956	0.04

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Alphabet Non-Voting Rights	29,653	17,728	0.74
Alphabet Voting Rights	41,031	25,395	1.06
Altria	127,868	6,196	0.26
Amazon.com	30,815	19,707	0.82
Ameren	10,985	420	0.02
American Airlines	25,339	700	0.03
American Electric Power	23,823	1,185	0.05
American Express	130,575	6,383	0.27
American International	331,935	14,954	0.62
American Tower**	20,549	1,799	0.07
American Water Works	8,362	484	0.02
Ameriprise Financial	8,334	626	0.03
AmerisourceBergen	8,875	556	0.02
AMETEK	10,826	394	0.02
Amgen	35,733	4,560	0.19
Amphenol	239,333	11,939	0.50
Anadarko Petroleum	24,008	1,159	0.05
Analog Devices	14,292	703	0.03
Anthem	12,828	1,236	0.05
Apache	17,705	870	0.04
Apartment Investment & Management**	8,305	298	0.01
Apple	327,656	28,351	1.18
Applied Materials	52,597	1,200	0.05
Archer Daniels Midland	27,406	878	0.04
Arthur J. Gallagher	8,318	323	0.01
Assurant	3,084	218	0.01
AT&T	294,411	9,250	0.39
Autodesk	10,530	582	0.02
Automatic Data Processing	139,907	9,413	0.39
AutoNation	4,057	148	0.01
AutoZone	6,356	3,753	0.16
AvalonBay Communities**	6,335	877	0.04
Avery Dennison	4,022	239	0.01
Baker Hughes	21,596	836	0.03
Ball	8,331	520	0.02
Bank of America	485,542	5,674	0.24
Baxter International	91,280	3,303	0.14
BB&T	39,670	1,141	0.05
Becton Dickinson	10,294	1,401	0.06
Bed Bath & Beyond	8,343	271	0.01
Berkshire Hathaway	90,787	10,051	0.42
Best Buy	14,176	409	0.02
Biogen Idec	10,395	2,452	0.10
BlackRock	22,269	6,136	0.26
BNY Mellon	256,909	7,739	0.32
Boeing	28,424	2,873	0.12
BorgWarner	10,159	269	0.01
Boston Properties**	7,398	778	0.03
Boston Scientific	66,449	1,194	0.05
Bristol-Myers Squibb	110,405	4,587	0.19
Brown-Forman	77,404	2,812	0.12
CA	13,991	354	0.01
Cabot Oil & Gas	20,323	399	0.02
Campbell Soup	9,832	412	0.02

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Capital One Financial	24,810	1,347	0.06
Cardinal Health	15,318	909	0.04
CarMax	9,465	381	0.01
Caterpillar	163,791	11,050	0.46
CBRE	13,729	293	0.01
CBS	60,934	2,565	0.11
Celgene	36,636	2,904	0.12
Centene	7,985	417	0.02
CenterPoint Energy	21,333	388	0.02
CenturyLink	25,352	538	0.02
Cerner	102,315	4,856	0.20
CF Industries	11,355	212	0.01
CH Robinson Worldwide	6,406	347	0.01
Charles Schwab	55,866	1,322	0.05
Charter Communications	59,821	12,541	0.52
Chesapeake Energy	25,518	120	0.01
Chevron	90,347	7,057	0.29
Chipotle Mexican Grill	1,482	481	0.02
Church & Dwight	12,800	470	0.02
Cigna	11,917	1,203	0.05
Cimarex Energy	4,826	487	0.02
Cincinnati Financial	6,431	370	0.02
Cintas	4,251	365	0.01
Cisco Systems	711,827	17,236	0.72
Citigroup	138,913	4,907	0.20
Citizens Financial	25,858	480	0.02
Citrix Systems	7,190	471	0.02
Clorox	6,189	595	0.02
CME	100,760	8,139	0.34
CMS Energy	12,793	418	0.02
Coach	13,503	377	0.02
Coca-Cola	184,821	5,992	0.25
Cognizant Technology Solutions	257,068	10,907	0.46
Colgate-Palmolive	289,507	16,367	0.68
Comcast	155,227	7,932	0.33
Comerica	8,853	318	0.01
ConAgra Foods	20,145	719	0.03
Concho Resources	6,797	701	0.03
ConocoPhillips	59,498	2,003	0.08
Consolidated Edison	15,133	893	0.04
Constellation Brands	8,465	1,069	0.04
Cooper	32,118	4,362	0.18
Corning	49,556	899	0.04
Costco Wholesale	20,831	2,370	0.10
Coty	148,006	2,635	0.11
CR Bard	52,720	9,095	0.38
Crown Castle International**	16,399	1,189	0.05
CSRA	6,904	144	0.01
CSX	45,300	1,048	0.04
Cummins	97,842	9,378	0.39
CVS Health	51,636	3,567	0.15
Danaher	73,639	4,381	0.18
Darden Restaurants	5,836	273	0.01
DaVita HealthCare Partners	7,890	398	0.02

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Deere	14,933	966	0.04
Delta Air Lines	36,635	1,103	0.05
DENTSPLY SIRONA	51,316	2,339	0.10
Devon Energy	23,993	796	0.03
Diamond Offshore Drilling	2,826	39	0.00
Digital Realty Trust**	6,875	520	0.02
Discover Financial Services	19,440	840	0.04
Discovery Communications 'A' Shares	7,422	153	0.01
Discovery Communications 'C' Shares	11,547	232	0.01
Dollar General	12,388	662	0.03
Dollar Tree	11,130	664	0.03
Dominion Resources	29,468	1,699	0.07
Dover	7,557	419	0.02
Dow Chemical	53,951	2,153	0.09
DR Horton	17,056	397	0.02
Dr Pepper Snapple	9,150	640	0.03
DTE Energy	8,360	600	0.03
Duke Energy	33,134	2,052	0.09
Dun & Bradstreet	1,678	174	0.01
DuPont	42,025	2,152	0.09
E*TRADE Financial	14,509	318	0.01
Eastman Chemical	6,601	338	0.01
eBay	168,574	4,199	0.18
Ecolab	12,394	1,154	0.05
Edison International	15,193	852	0.04
Edwards Lifesciences	10,273	945	0.04
Electronic Arts	14,655	952	0.04
Eli Lilly	46,631	2,868	0.12
Emerson Electric	30,191	1,235	0.05
Entergy	8,484	506	0.02
EOG Resources	171,606	12,580	0.53
EQT	8,200	440	0.02
Equifax	5,304	545	0.02
Equinix**	3,486	968	0.04
Equity Residential**	16,679	829	0.03
Essex Property Trust**	2,972	517	0.02
Estee Lauder	40,221	2,695	0.11
Eversource Energy	14,734	621	0.03
Exelon	43,456	1,116	0.05
Expedia	5,622	513	0.02
Expeditors International of Washington	8,664	343	0.01
Express Scripts	30,038	1,618	0.07
Extra Space Storage**	6,052	378	0.02
Exxon Mobil	198,278	13,224	0.55
F5 Networks	3,564	339	0.01
Facebook	185,876	18,363	0.77
Fastenal	222,731	7,017	0.29
Federal Realty Investment Trust**	3,401	408	0.02
FedEx	11,850	1,601	0.07
Fidelity National Information Services	15,675	929	0.04
Fifth Third Bancorp	37,305	582	0.02
First Solar	3,147	95	0.00
FirstEnergy	19,242	492	0.02
Fiserv	10,447	804	0.03

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
FLIR Systems	6,684	161	0.01
Flowserve	6,717	245	0.01
Fluor	6,160	241	0.01
FMC	7,041	262	0.01
FMC Technologies	9,459	215	0.01
Foot Locker	5,700	294	0.01
Ford Motor	187,194	1,728	0.07
Fortive	36,819	1,438	0.06
Fortune Brands Home & Security	7,278	325	0.01
Franklin Resources	138,464	3,710	0.15
Freeport-McMoRan	58,859	485	0.02
Frontier Communications	52,165	171	0.01
Gap	10,389	174	0.01
General Dynamics	14,090	1,691	0.07
General Electric	488,494	11,128	0.46
General Growth Properties**	26,179	557	0.02
General Mills	27,871	1,369	0.06
General Motors	515,806	12,526	0.52
Genuine Parts	7,085	544	0.02
Gilead Sciences	173,471	10,416	0.43
Global Payments	7,240	425	0.02
Goldman Sachs	75,076	9,205	0.38
Goodyear Tire & Rubber	13,624	333	0.01
H&R Block	11,622	203	0.01
Hain Celestial	65,000	1,761	0.07
Halliburton	40,969	1,396	0.06
Hanesbrands	18,047	350	0.01
Harley-Davidson	58,188	2,356	0.10
Harman International Industries	3,462	222	0.01
Harris	6,139	429	0.02
Hartford Financial Services	18,607	608	0.03
Hasbro	4,823	295	0.01
HCA	101,943	5,918	0.25
HCP**	21,073	626	0.03
Helmerich & Payne	5,365	270	0.01
Henry Schein	3,855	479	0.02
Hershey	6,791	496	0.02
Hess	12,706	511	0.02
Hewlett Packard Enterprise	82,348	1,454	0.06
Hologic	13,943	410	0.02
Home Depot	84,637	8,352	0.35
Honeywell International	162,074	14,525	0.61
Hormel Foods	12,498	365	0.02
Host Hotels & Resorts**	34,284	414	0.02
HP	86,306	1,024	0.04
Humana	6,992	948	0.04
Huntington Bancshares	51,477	386	0.02
Illinois Tool Works	15,255	1,401	0.06
Illumina	7,189	979	0.04
Intel	224,811	6,472	0.27
Intercontinental Exchange	5,590	1,157	0.05
International Business Machines	41,619	5,077	0.21
International Flavors & Fragrances	19,586	2,145	0.09
International Paper	19,994	730	0.03

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Interpublic	19,352	330	0.01
Intuit	12,311	1,038	0.04
Intuitive Surgical	20,700	11,491	0.48
Iron Mountain**	11,555	336	0.01
Jacobs Engineering	5,483	220	0.01
JB Hunt Transport Services	4,649	288	0.01
JM Smucker	5,674	590	0.02
Johnson & Johnson	259,205	23,450	0.98
JPMorgan Chase	419,328	21,232	0.89
Juniper Networks	17,661	323	0.01
Kansas City Southern	4,974	355	0.01
Kellogg	105,204	6,269	0.26
KeyCorp	51,746	481	0.02
Kimberly-Clark	16,927	1,635	0.07
Kimco Realty**	20,229	457	0.02
Kinder Morgan	91,798	1,612	0.07
KLA-Tencor	7,335	389	0.02
Kohl's	8,928	295	0.01
Kraft Heinz	28,722	1,962	0.08
Kroger	45,392	1,033	0.04
L Brands	11,768	634	0.03
L-3 Communications	3,472	404	0.02
Laboratory Corporation of America	4,812	503	0.02
Lam Research	7,276	523	0.02
Legg Mason	5,267	134	0.01
Leggett & Platt	6,544	231	0.01
Lennar	8,721	284	0.01
Leucadia National	13,964	202	0.01
Level 3 Communications	13,125	470	0.02
Lincoln National	11,623	411	0.02
Linear Technology	10,896	497	0.02
LKQ	14,389	391	0.02
Lockheed Martin	12,023	2,248	0.09
Loews	12,820	403	0.02
Lowe's	69,673	3,870	0.16
M&T Bank	7,563	668	0.03
Macerich**	6,465	401	0.02
Macy's	14,755	410	0.02
Marathon Oil	40,024	491	0.02
Marathon Petroleum	24,225	742	0.03
Marriott International	16,027	830	0.03
Marsh & McLennan	24,325	1,246	0.05
Martin Marietta Materials	3,139	442	0.02
Masco	15,439	407	0.02
MasterCard	152,375	11,826	0.49
Mattel	15,250	362	0.02
McCormick	5,161	388	0.02
McDonald's	40,785	3,612	0.15
McKesson	10,731	1,361	0.06
Mead Johnson Nutrition	8,692	525	0.02
Merck	211,783	10,114	0.42
MetLife	51,836	1,745	0.07
Mettler-Toledo International	1,150	361	0.02
Microchip Technology	67,990	3,249	0.14

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Micron Technology	48,222	652	0.03
Microsoft	773,283	34,234	1.43
Mohawk Industries	2,847	437	0.02
Molson Coors Brewing	8,643	723	0.03
Mondelez International	74,105	2,466	0.10
Monsanto	67,118	5,270	0.22
Monster Beverage	36,459	4,088	0.17
Moody's	7,998	665	0.03
Morgan Stanley	70,425	1,686	0.07
Mosaic	15,959	299	0.01
Motorola Solutions	7,201	429	0.02
MSC Industrial Direct	120,900	6,748	0.28
Murphy Oil	8,755	205	0.01
NASDAQ OMX	5,057	263	0.01
National Oilwell Varco	63,308	1,800	0.08
Navient	15,736	174	0.01
NetApp	12,536	336	0.01
Netflix	19,930	1,486	0.06
Newell Rubbermaid	23,232	932	0.04
Newfield Exploration	8,332	275	0.01
Newmont Mining	25,707	774	0.03
News 'A' Shares	18,452	198	0.01
News 'B' Shares	5,445	59	0.00
NextEra Energy	22,154	2,114	0.09
NIKE	329,215	13,249	0.55
NiSource	13,575	254	0.01
Noble Energy	19,487	534	0.02
Nordstrom	6,016	239	0.01
Norfolk Southern	13,812	1,014	0.04
Northern Trust	10,323	531	0.02
Northrop Grumman	8,505	1,402	0.06
Now	26,892	431	0.02
NRG Energy	17,075	146	0.01
Nucor	14,760	556	0.02
Nvidia	24,689	1,284	0.05
Occidental Petroleum	36,809	2,048	0.09
Omnicom	73,377	4,756	0.20
ONEOK	10,762	423	0.02
Oracle	607,509	18,333	0.77
O'Reilly Automotive	4,590	987	0.04
Owens-Illinois	8,796	124	0.01
PACCAR	16,823	751	0.03
Parker-Hannifin	6,101	584	0.02
Patterson	4,456	156	0.01
Paychex	15,244	672	0.03
PayPal	115,088	3,584	0.15
People's United Financial	15,129	182	0.01
PepsiCo	68,762	5,716	0.24
PerkinElmer	5,606	238	0.01
Pfizer	425,466	10,936	0.46
PG&E	24,226	1,154	0.05
Philip Morris International	73,786	5,564	0.23
Phillips 66	21,240	1,299	0.05
Pinnacle West Capital	5,474	324	0.01

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Pioneer Natural Resources	8,174	1,169	0.05
Pitney Bowes	10,828	150	0.01
PNC Financial Services	23,403	1,607	0.07
PPG Industries	12,483	983	0.04
PPL	32,230	866	0.04
Praxair	139,850	12,819	0.53
Priceline	2,322	2,638	0.11
Principal Financial	12,334	480	0.02
Procter & Gamble	178,094	12,121	0.51
Progressive	27,628	666	0.03
Prologis**	25,889	1,074	0.04
Prudential Financial	20,573	1,269	0.05
Public Service Enterprise	23,691	769	0.03
Public Storage**	7,263	1,261	0.05
PulteGroup	13,774	210	0.01
PVH	4,234	348	0.01
Qorvo	7,465	309	0.01
Qualcomm	70,091	3,648	0.15
Quanta Services	8,241	177	0.01
Quest Diagnostics	6,547	422	0.02
Ralph Lauren	2,926	225	0.01
Range Resources	8,788	255	0.01
Raytheon	14,041	1,479	0.06
Realty Income**	12,798	667	0.03
Red Hat	8,041	497	0.02
Regeneron Pharmaceuticals	3,621	1,135	0.05
Regions Financial	59,383	443	0.02
Republic Services	10,860	419	0.02
ResMed	299,740	1,493	0.06
Reynolds American	38,652	1,405	0.06
Robert Half International	6,864	196	0.01
Rockwell Automation	6,265	566	0.02
Rockwell Collins	5,890	383	0.02
Roper Industries	4,681	655	0.03
Ross Stores	18,740	916	0.04
Ryder System	2,985	148	0.01
S&P Global	12,494	1,205	0.05
salesforce.com	30,231	1,660	0.07
Sally Beauty	117,223	2,346	0.10
SCANA	6,227	349	0.01
Scripps Networks Interactive	4,767	235	0.01
Sealed Air	9,536	336	0.01
Sempra Energy	12,085	997	0.04
Sherwin-Williams	3,967	848	0.04
Simon Property**	14,850	2,378	0.10
Skyworks Solutions	8,594	486	0.02
SL Green Realty**	5,030	419	0.02
Snap-on	2,679	308	0.01
Southern	47,102	1,891	0.08
Southwest Airlines	30,203	889	0.04
Southwestern Energy	19,794	201	0.01
Spectra Energy	33,524	1,094	0.05
St Jude Medical	123,979	7,552	0.32
Stanley Black & Decker	6,831	641	0.03



# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Staples	31,549	203	0.01
Starbucks	345,874	14,263	0.60
State Street	161,625	8,552	0.36
Stericycle	3,850	239	0.01
Stryker	199,854	17,839	0.74
SunTrust Banks	22,833	760	0.03
SVB Financial	20,000	1,656	0.07
Symantec	31,483	607	0.03
Synchrony Financial	38,601	815	0.03
Sysco	25,043	947	0.04
T Rowe Price	12,014	607	0.03
Target	28,457	1,486	0.06
TEGNA	11,452	190	0.01
Teradata	7,383	171	0.01
Tesoro	5,616	336	0.01
Texas Instruments	47,303	2,548	0.11
Thermo Fisher Scientific	110,354	13,287	0.55
Tiffany	61,167	3,367	0.14
Time Warner	204,963	12,429	0.52
TJX	178,821	10,187	0.43
Torchmark	5,277	257	0.01
Total System Services	8,188	295	0.01
Tractor Supply	5,971	314	0.01
TransDigm	2,522	558	0.02
Travelers	14,186	1,246	0.05
TripAdvisor	5,431	264	0.01
Twenty-First Century Fox 'A' Shares	54,594	1,012	0.04
Twenty-First Century Fox 'B' Shares	19,450	369	0.02
Tyson Foods	13,978	807	0.03
UDR**	12,214	343	0.01
Ulta Salon Cosmetics & Fragrance	2,992	547	0.02
Under Armour 'A' Shares	88,376	2,631	0.11
Under Armour 'C' Shares	68,860	1,790	0.07
Union Pacific	77,280	5,720	0.24
United Continental	14,029	553	0.02
United Parcel Service	105,555	8,812	0.37
United Rentals	4,845	285	0.01
United Technologies	94,872	7,395	0.31
UnitedHealth	45,133	4,815	0.20
Universal Health Services	4,177	394	0.02
Unum	12,463	334	0.01
Urban Outfitters	113,459	3,013	0.13
US Bancorp	76,672	2,512	0.10
Valero Energy	22,453	895	0.04
Varian Medical Systems	4,906	373	0.02
Ventas**	16,095	893	0.04
VeriSign	4,817	291	0.01
Verisk Analytics	6,978	436	0.02
Verizon Communications	195,201	7,848	0.33
Vertex Pharmaceuticals	11,568	758	0.03
VF	16,020	684	0.03
Viacom	16,251	473	0.02
Visa	297,663	18,812	0.78
Vornado Realty Trust**	7,948	623	0.03

# Multi-Manager International Equity Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Vulcan Materials	6,183	548	0.02
Walgreens Boots Alliance	40,618	2,482	0.10
Wal-Mart Stores	72,492	3,955	0.17
Walt Disney	333,643	23,632	0.99
Waste Management	19,248	939	0.04
Waters	34,394	4,147	0.17
WEC Energy	14,701	685	0.03
Wells Fargo	491,428	16,820	0.70
Welltower**	16,409	960	0.04
Western Digital	12,441	559	0.02
Western Union	22,574	357	0.01
Westrock	11,117	406	0.02
Weyerhaeuser**	36,209	890	0.04
Whirlpool	3,502	433	0.02
Whole Foods Market	16,064	347	0.01
Williams	33,815	792	0.03
WW Grainger	62,590	10,638	0.44
Wyndham Worldwide	5,076	263	0.01
Wynn Resorts	14,007	1,087	0.05
Xcel Energy	23,266	750	0.03
Xerox	41,215	324	0.01
Xilinx	12,288	507	0.02
Xylem	8,939	357	0.01
Yahoo!	41,264	1,355	0.06
Yum! Brands	29,602	2,051	0.09
Zimmer Biomet	86,854	8,560	0.36
Zions	10,864	256	0.01
Zoetis	23,671	932	0.04
<b>DERIVATIVES (-0.21%*)</b>		<b>(1,400)</b>	<b>(0.06)</b>
<b>Futures Contracts</b>			
Mini MSCI Emerging Markets Index Futures December 2016	437	128	0.01
S&P 500 E Mini Index Futures December 2016	28	(12)	0.00
Topix Index Futures December 2016	169	(233)	(0.01)
<b>Forward Currency Contracts</b>			
<b>Japanese Yen</b>			
Bought JPY200,100,000 for GBP1,491,903 Settlement 17/10/2016		34	0.00
Sold JPY3,600,890,000 for GBP26,092,713 Settlement 17/10/2016		(1,371)	(0.06)
<b>US Dollar</b>			
Bought USD19,565,000 for GBP15,020,329 Settlement 08/12/2016		54	0.00
<b>Portfolio of investments^</b>		<b>2,327,061</b>	<b>97.12</b>
<b>Net other assets</b>		<b>69,060</b>	<b>2.88</b>
<b>Total net assets</b>		<b>2,396,121</b>	<b>100.00</b>

Collective investment schemes are regulated within the meaning of the FCA rules, equity investment instruments are quoted on a listed securities market, unless otherwise stated. Derivative contracts can be exchange traded on a regulated market or over the counter (OTC).

Stocks shown as ADRs, GDRs and NVDR represent American Depositary Receipts, Global Depositary Receipts and Non Voting Depositary Receipts.

\*Comparative figures shown in brackets relate to 30 September 2015.

\*\*Real Estate Investment Trust (REIT).

^Including investment liabilities.

◇Asset managed by the Fund's Investment Adviser.

## Multi-Manager International Equity Fund

### Material Portfolio Changes

for the year ended 30 September 2016

	Cost £000		Proceeds £000
<b>Major purchases</b>		<b>Major sales</b>	
TOPIX Index Futures September 2016	37,388	S&P 500 E Mini Index Futures December 2015	40,542
TOPIX Index Futures December 2016	26,465	TOPIX Index Futures September 2016	40,023
TOPIX Index Futures June 2016	20,803	TOPIX Index Futures June 2016	20,480
EURO STOXX 50 Index Futures March 2016	19,943	EURO STOXX 50 Index Futures March 2016	19,171
Mini MSCI Emerging Markets Index Futures December 2016	15,157	Intel	12,388
Mini MSCI Emerging Markets Index Futures March 2016	10,988	Mini MSCI Emerging Markets Index Futures March 2016	10,982
Grupo Televisa ADR	10,002	TOPIX Index Futures March 2016	10,614
EURO STOXX 50 Index Futures December 2015	9,685	Toyota Motor	10,587
Credit Suisse	9,209	EURO STOXX 50 Index Futures December 2015	10,013
TOPIX Index Futures March 2016	9,180	Topix Index Futures December 2016	9,872

Stocks shown as ADRs represent American Depositary Receipts.

Purchases and sales of Futures have been included at the value of their exposure.

# Multi-Manager International Equity Fund

## Comparative Tables

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class A - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	215.25	218.76	200.22
Return before operating charges*	66.48	0.31	22.32
Operating charges	(3.97)	(3.82)	(3.78)
Return after operating charges*	62.51	(3.51)	18.54
Distributions	(1.04)	(0.86)	(0.14)
Retained distributions on accumulation shares	1.04	0.86	0.14
Closing net asset value per share	277.76	215.25	218.76
*after direct transaction costs of:~	0.10	0.09	0.14
<b>Performance</b>			
Return after charges^	29.04%	(1.60)%	9.26%
<b>Other information</b>			
Closing net asset value (£'000)	268,348	218,010	238,697
Closing number of shares	96,610,349	101,281,990	109,114,647
Operating charges#	1.63%	1.63%	1.82%
Direct transaction costs~	0.04%	0.04%	0.07%
<b>Prices</b>			
Highest share price	282.10	253.40	223.10
Lowest share price	211.00	212.10	197.30

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

^The return after charges figure is calculated as the return after operating charges per share divided by the opening net asset value per share. This is different to the performance return stated in the Investment Market Review which is sourced from Lipper and based on daily published prices.

From 1 November 2014 within the A share class the ACD fee changed from 1.70% to 1.14%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager International Equity Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class B - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	235.00	237.08	215.11
Return before operating charges*	72.92	0.03	24.15
Operating charges	(2.24)	(2.11)	(2.18)
Return after operating charges*	70.68	(2.08)	21.97
Distributions	(3.35)	(2.92)	(2.07)
Retained distributions on accumulation shares	3.35	2.92	2.07
Closing net asset value per share	305.68	235.00	237.08
*after direct transaction costs of:~	0.11	0.10	0.14
<b>Performance</b>			
Return after charges	30.08%	(0.88)%	10.21%
<b>Other information</b>			
Closing net asset value (£'000)	32,097	13,264	3,188
Closing number of shares	10,500,332	5,644,237	1,344,535
Operating charges#	0.83%	0.83%	1.02%
Direct transaction costs~	0.04%	0.04%	0.07%
<b>Prices</b>			
Highest share price	310.40	275.60	241.50
Lowest share price	231.10	231.40	212.50

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the B share class the ACD fee changed from 0.90% to 0.34%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager International Equity Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class C - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	139.46	141.03	128.37
Return before operating charges*	43.18	0.13	14.42
Operating charges	(1.83)	(1.70)	(1.76)
Return after operating charges*	41.35	(1.57)	12.66
Distributions	(1.41)	(1.27)	(0.80)
Retained distributions on accumulation shares	1.41	1.27	0.80
Closing net asset value per share	180.81	139.46	141.03
*after direct transaction costs of:~	0.06	0.06	0.09
<b>Performance</b>			
Return after charges	29.65%	(1.11)%	9.86%
<b>Other information</b>			
Closing net asset value (£'000)	2	2	12
Closing number of shares	1,281	1,281	8,860
Operating charges#	1.16%	1.13%	1.32%
Direct transaction costs~	0.04%	0.04%	0.07%
<b>Prices</b>			
Highest share price	183.60	163.80	143.70
Lowest share price	137.00	137.40	126.70

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the C share class the ACD fee changed from 1.20% to 0.64%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager International Equity Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class P - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	211.27	215.63	197.38
Return before operating charges*	65.43	0.09	22.32
Operating charges	(1.66)	(1.60)	(2.17)
Return after operating charges*	63.77	(1.51)	20.15
Distributions	(3.30)	(2.85)	(1.90)
Closing net asset value per share	271.74	211.27	215.63
*after direct transaction costs of:~	0.09	0.09	0.14
<b>Performance</b>			
Return after charges	30.18%	(0.70)%	10.21%
<b>Other information</b>			
Closing net asset value (£'000)	795,203	608,604	477,882
Closing number of shares	292,632,275	288,071,906	221,621,947
Operating charges#	0.69%	0.69%	1.04%
Direct transaction costs~	0.04%	0.04%	0.07%
<b>Prices</b>			
Highest share price	278.30	250.00	221.10
Lowest share price	207.80	210.00	195.00

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the P share class the ACD fee changed from 0.76% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager International Equity Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class Q - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	211.27	215.63	197.38
Return before operating charges*	65.45	0.07	22.00
Operating charges	(1.42)	(1.37)	(1.79)
Return after operating charges*	64.03	(1.30)	20.21
Distributions	(3.54)	(3.06)	(1.96)
Closing net asset value per share	271.76	211.27	215.63
*after direct transaction costs of:~	0.09	0.09	0.13
<b>Performance</b>			
Return after charges	30.31%	(0.60)%	10.24%
<b>Other information</b>			
Closing net asset value (£'000)	1,252,377	1,105,252	1,274,825
Closing number of shares	460,846,210	523,152,890	591,206,156
Operating charges#	0.59%	0.59%	0.90%
Direct transaction costs~	0.04%	0.04%	0.07%
<b>Prices</b>			
Highest share price	278.50	250.00	221.10
Lowest share price	207.90	210.10	195.00

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the Q share class the ACD fee changed from 0.76% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.



# Multi-Manager International Equity Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class X - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	243.70	245.10	221.57
Return before operating charges*	75.75	(0.11)	25.12
Operating charges	(1.37)	(1.29)	(1.59)
Return after operating charges*	74.38	(1.40)	23.53
Distributions	(4.37)	(3.73)	(2.97)
Retained distributions on accumulation shares	4.37	3.73	2.97
Closing net asset value per share	318.08	243.70	245.10
*after direct transaction costs of:~	0.11	0.10	0.16
<b>Performance</b>			
Return after charges	30.52%	(0.57)%	10.62%
<b>Other information</b>			
Closing net asset value (£'000)	48,094	39,722	41,069
Closing number of shares	15,119,834	16,299,370	16,756,217
Operating charges#	0.49%	0.49%	0.68%
Direct transaction costs~	0.04%	0.04%	0.07%
<b>Prices</b>			
Highest share price	323.00	285.40	249.60
Lowest share price	239.90	239.90	219.20

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the X share class the ACD fee changed from 0.56% to 0.00%.

Prices for share class X are not published as this is an internal share class.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager International Equity Fund

## Statement of Total Return

for the year ended 30 September 2016

	Notes	01/10/15 to 30/09/16		Restated	
		£000	£000	01/11/14 to 30/09/15 £000	£000
Income					
Net capital gains/(losses)	2		546,289		(35,562)
Revenue	3	49,818		45,037	
Expenses	4	(15,958)		(14,668)	
Interest payable and similar charges		(14)		(11)	
Net revenue before taxation		33,846		30,358	
Taxation	5	(5,169)		(4,279)	
Net revenue after taxation			28,677		26,079
<b>Total return before distributions</b>			<b>574,966</b>		<b>(9,483)</b>
Distributions*	6		(28,692)		(26,124)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>546,274</b>		<b>(35,607)</b>

\*Prior period figures have been restated.

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 September 2016

	01/10/15 to 30/09/16		Restated	
	£000	£000	01/11/14 to 30/09/15 £000	£000
<b>Opening net assets attributable to shareholders</b>		<b>1,984,854</b>		<b>2,035,673</b>
Amounts receivable on creation of shares*	95,039		218,191	
Less: Amounts payable on cancellation of shares*	(232,225)		(235,241)	
		(137,186)		(17,050)
Dilution adjustment*		165		208
Change in net assets attributable to shareholders from investment activities		546,274		(35,607)
Retained distributions on accumulation shares		2,014		1,630
<b>Closing net assets attributable to shareholders</b>		<b>2,396,121</b>		<b>1,984,854</b>

\*Prior period figures have been restated as a result of the 2014 IMA SORP, please see note 1 of the financial statements on page 82.

Notes to the Financial Statements are on pages 82 to 92.

# Multi-Manager International Equity Fund

## Balance Sheet

as at 30 September 2016

	Notes	30/09/16 £000	30/09/15 £000
<b>Assets</b>			
<b>Fixed assets</b>			
Investments		<u>2,328,677</u>	<u>1,938,344</u>
<b>Current assets</b>			
Debtors	8	13,830	8,091
Cash and bank balances	9	<u>89,125</u>	<u>68,119</u>
<b>Total assets</b>		<u><b>2,431,632</b></u>	<u><b>2,014,554</b></u>
<b>Liabilities</b>			
Investment liabilities		<u>(1,616)</u>	<u>(4,733)</u>
<b>Creditors</b>			
Bank overdrafts		(4)	(539)
Distribution payable		(18,053)	(16,755)
Other creditors	10	<u>(15,838)</u>	<u>(7,673)</u>
<b>Total liabilities</b>		<u><b>(35,511)</b></u>	<u><b>(29,700)</b></u>
<b>Net assets attributable to shareholders</b>		<u><b>2,396,121</b></u>	<u><b>1,984,854</b></u>

*Notes to the Financial Statements are on pages 82 to 92.*

# Multi-Manager International Equity Fund

## Notes to the Financial Statements

for the year ended 30 September 2016

### 1. Accounting basis and distribution policies

The financial statements have been prepared in accordance with the accounting policies set out on pages 8 to 10.

As noted on page 8, during the year the fund has adopted FRS 102 and the 2014 SORP. As a result there are some presentational changes to classification of items in the financial statements. The following presentational changes are considered to be minimal and have no impact on the total return or net asset value in either the current or prior accounting year. In the 'Statement of change in net assets attributable to shareholders' 'Dilution adjustments' are now disclosed as a separate line item.

'Dilution adjustments' totalling £165,198 (30/09/15: £186,449) have been reclassified from 'Amounts receivable on creation of shares' of £21,593 (30/09/15: £100,444) and 'Amounts payable on cancellation of shares' of £143,605 (30/09/15: £86,005).

### 2. Net capital gains/(losses)

The net capital gains/(losses) during the year comprise:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Non-derivative securities	556,566	(37,313)
Future contracts	2,088	(133)
Forward currency contracts	(13,108)	1,254
Currency gains	725	733
Transaction charges	(129)	(104)
Dealing cost reimbursement	107	1
Breach compensation	40	-
Net capital gains/(losses)	546,289	(35,562)

### 3. Revenue

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
UK dividends	1,471	1,533
Overseas taxable revenue	897	308
Overseas non-taxable revenue	44,747	40,691
Property revenue from overseas REITs - taxable	468	492
Property revenue from overseas REITs - non-taxable	33	-
Distributions from Regulated Collective Investment Schemes:		
Franked investment income	15	4
Offshore distribution non-taxable	47	74
Bank interest	26	76
Fokus Bank interest	117	85
Interest on capital	111	138
Overseas scrip dividends taxable	15	14
Overseas scrip dividends non-taxable	1,461	1,299
Stock lending revenue	375	230
UK scrip dividends non-taxable	33	93
Underwriting commission	2	-
Total revenue	49,818	45,037

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## 4. Expenses

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>Payable to the ACD, associates of the ACD, and agents of either of them:</b>		
ACD's periodic charge	6,503	6,047
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them:</b>		
Depositary's fees	211	173
Revenue collection charges**	63	51
Safe custody fees	286	241
	<u>560</u>	<u>465</u>
<b>Other expenses:</b>		
Sub-advisers' fees	7,775	7,280
Audit fee	12	11
Out of pocket expenses	3	8
Professional fees†	21	23
Registration fees	2,174	2,005
Expense capping adjustment‡	(1,167)	(1,185)
Fees paid to PwC for non-audit services*	77	14
	<u>8,895</u>	<u>8,156</u>
Total expenses	<u><u>15,958</u></u>	<u><u>14,668</u></u>

Expenses include irrecoverable VAT where applicable.

\*Fees paid during the current year and prior period are in relation to Fokus Bank tax reclaims.

\*\*Prior period figures related to Revenue collection charges have been restated from Legal fee.

†Professional fees are in relation to distribution charges and Taiwan Taxation Agent fees.

‡From 25 July 2014 within the Q share class no registration fee will be deducted and this will be borne by the ACD.

# Multi-Manager International Equity Fund

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

### 5. Taxation

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>(a) Analysis of charge in year:</b>		
Irrecoverable overseas tax	5,169	4,238
Overseas capital gains tax	-	41
Total current tax	<u>5,169</u>	<u>4,279</u>

### (b) Factors affecting total tax charge for the year:

The tax assessed for the year is lower than (2015: lower than) the standard rate of corporation tax in the UK for an Open-Ended Investment Company of 20% (2015: 20%). The differences are explained below:

Net revenue before taxation	33,846	30,358
Corporation tax of 20% (2015: 20%)	6,769	6,072
<b>Effects of:</b>		
Franked UK income*	(297)	(307)
Non-taxable scrip dividends*	(299)	(278)
Overseas non-taxable revenue*	(8,965)	(8,153)
Overseas capital gains tax	-	41
Revenue taxable in different periods	(1)	(6)
Movement in excess management expenses	2,808	2,696
Irrecoverable overseas tax	5,169	4,238
Overseas tax expensed	(15)	(24)
Total tax charge for year (note 5a)	<u>5,169</u>	<u>4,279</u>

\*As an authorised OEIC these items are not subject to corporation tax.

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

### (c) Deferred taxation:

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior period.

### (d) Factors that may affect future tax charges:

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £22,212,736 (30/09/15: £20,229,397) relating to surplus management expenses. No deferred tax asset has been recognised in either year as it was considered unlikely the Fund would generate sufficient taxable profits in the future to utilise these amounts.

### 6. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprises:

	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000
Interim	8,496	7,886
Final	19,760	18,155
	<u>28,256</u>	<u>26,041</u>
Add: Revenue deducted on cancellation of shares	603	744
Deduct: Revenue received on creation of shares	(167)	(661)
Net distributions for the year	<u>28,692</u>	<u>26,124</u>

Details of the distribution per share is set out in the Distribution Tables on pages 93 to 94.

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## 7. Movement between net revenue and net distributions

	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000
Net revenue after taxation	28,677	26,079
Irrecoverable capital gains tax	-	41
Movement in net income as a result of conversions	15	4
Net distributions for the year	<u>28,692</u>	<u>26,124</u>

## 8. Debtors

	30/09/16 £000	30/09/15 £000
Sales awaiting settlement	8,390	1,874
Amounts receivable for issue of shares	-	987
Accrued revenue	3,701	3,885
Overseas tax recoverable	1,636	1,251
Expense capping adjustment	103	94
Total debtors	<u>13,830</u>	<u>8,091</u>

## 9. Cash and bank balances

	30/09/16 £000	30/09/15 £000
Cash and bank balances	87,895	64,877
Amounts held at futures clearing houses and brokers	1,230	3,242
Total cash and bank balances	<u>89,125</u>	<u>68,119</u>

## 10. Other creditors

	30/09/16 £000	30/09/15 £000
Purchases awaiting settlement	10,423	1,655
Amounts payable for cancellation of shares	2,625	2,901
Accrued expenses	2,790	3,117
Total other creditors	<u>15,838</u>	<u>7,673</u>

## 11. Related party transactions

Scottish Widows Unit Trust Managers Limited, ("the ACD") is a related party and is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. Lloyds Banking Group, as the parent company of the ACD is the ultimate controlling party of the Fund. As such any member company of Lloyds Banking Group is also a related party.

Scottish Widows Unit Trust Managers Limited act as principal on all the transactions of shares in the Fund. The aggregate monies received through sales and repurchases of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Scottish Widows Unit Trust Managers Limited in respect of share transactions at the year end are included in the Balance Sheet.

Amounts paid to Scottish Widows Unit Trust Managers Limited in respect of ACD fees are disclosed in note 4, with £580,384 (30/09/15: £501,002) due at the year end.

*Shares held by associates of the ACD*

On 30 September 2016, shares held as a percentage of the Fund's value were:

	30/09/16 %	30/09/15 %
ACD and associates of the ACD	11.86	11.22

for the year ended 30 September 2016

## 12. Share classes

The Fund has six share classes in issue.

The ACD's periodic charge on each share class is as follows:

	%
Share Class A - Accumulation:	1.14
Share Class B - Accumulation:	0.34
Share Class C - Accumulation:	0.64
Share Class P - Income:	0.20
Share Class Q - Income:	0.20
Share Class X - Accumulation:	-

The net asset value of each share class, the net asset value per share and the number of shares in each class are given in the Comparative Table on pages 74 to 79.

The distributions per share class are given in the Distribution Tables on pages 93 to 94.

### Reconciliation of the shares movement in the year:

	01/10/15			30/09/16	
	Opening shares in issue	Creations	Cancellations	Shares converted*	Closing shares in issue
Share Class A - Accumulation	101,281,990	15,395,796	(17,719,658)	(2,347,779)	96,610,349
Share Class B - Accumulation	5,644,237	89,524	(4,640,752)	9,407,323	10,500,332
Share Class C - Accumulation	1,281	-	-	-	1,281
Share Class P - Income	288,071,906	9,519,306	(4,906,747)	(52,190)	292,632,275
Share Class Q - Income	523,152,890	13,988,771	(68,080,404)	(8,215,047)	460,846,210
Share Class X - Accumulation	16,299,370	775,121	(2,104,986)	150,329	15,119,834
Total	<u>934,451,674</u>	<u>39,768,518</u>	<u>(97,452,547)</u>	<u>(1,057,364)</u>	<u>875,710,281</u>

\*Share conversions during the year relate to the restructure of a large client portfolio from an institutional share class to a retail share class.

## 13. Capital commitments and contingent liabilities

On 30 September 2016, the Fund had no capital commitments (30/09/15: £nil) and no contingent liabilities (30/09/15: £nil).



for the year ended 30 September 2016

**14. Securities on loan**

The aggregate value of securities on loan at 30 September 2016 is £236,411,527 (30/09/2015: £106,198,862). The identities of the counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 30 September 2016 is £258,338,057 (30/09/2015: £114,622,123). This collateral is listed in the collateral held table below.

The gross earnings and fees paid for the year are £497,577 (30/09/15: £306,083) and £122,431 (30/09/15: £75,784).

	30/09/16	30/09/15
	£000	£000
<b>Counterparties</b>		
BNP Paribas	-	180
Citigroup Global Markets (Europe)	5,876	8,967
Citigroup Global Markets (USD)	-	2,546
Credit Suisse Securities (Europe)	18,567	7,331
Credit Suisse Securities (USA)	-	4,358
Deutsche Bank	40,390	2,738
Deutsche Bank Securities	-	1,121
HSBC Bank	11,175	358
ING Bank	678	1,196
Janney Montgomery Scott	-	441
Jefferies	-	705
JP Morgan Securities	14,669	3,999
Merrill Lynch International	5,716	159
Merrill Lynch, Pierce, Fenner & Smith	-	2,776
Mizuho Securities	-	37
Societe Generale	60,427	11,995
UBS	78,914	56,861
UBS Securities	-	431
Total securities on loan	<u>236,412</u>	<u>106,199</u>
	<b>30/09/16</b>	<b>30/09/15</b>
	<b>£000</b>	<b>£000</b>
<b>Collateral held</b>		
Bonds	63,062	20,701
Equities	183,717	81,091
Cash	11,559	12,830
Total collateral held	<u>258,338</u>	<u>114,622</u>

for the year ended 30 September 2016

**15. Risk management policies, derivatives and other financial instruments**

A statement of the Fund's objective and the policy for achieving it has been included on page 53. The risks inherent in the Fund's investment portfolio are as follows:

*(a) Currency risk*

A significant proportion of the Fund's financial assets and liabilities are invested overseas. As a result, movements in exchange rates may affect the Sterling value of the portfolio, cash and investment purchases and sales.

As at 30 September 2016, if the value of Sterling increased or decreased by 1% against all currencies, the resulting change in the net assets attributable to shareholders of the Fund would have been an increase or decrease of approximately £22,856,474 (30/09/15: £18,730,981).

As at 30 September the Fund had the following net currency exposure (excluding Sterling):

Currency	Currency exposure	Currency exposure
	30/09/16	30/09/15
	£000	£000
Australian dollar	21,574	19,252
Brazilian real	7,241	3,538
Canadian dollar	7,409	3,171
Czech Republic koruna	578	643
Danish krone	13,037	14,353
Euro	246,316	216,519
Hong Kong dollar	78,909	57,993
Hungarian forint	1,501	1,466
Indian rupee	19,705	22,911
Indonesian rupiah	6,783	1,698
Japanese yen	187,350	148,296
Malaysian ringgit	2,491	1,871
Mexican peso	2,598	2,041
Norwegian krone	10	1,790
Philippine peso	5,279	3,459
Polish zloty	1,922	1,861
Russian ruble	4	-
Singapore dollar	20,027	19,398
South African rand	4,778	3,651
South Korean won	25,849	23,494
Swedish krona	19,175	16,858
Swiss franc	135,128	123,810
Taiwanese dollar	12,140	9,604
Thailand baht	4,549	3,423
Turkish lira	2,446	1,828
UAE dirham	1,324	1,224
US dollar	1,457,524	1,168,945
Total	<u>2,285,647</u>	<u>1,873,097</u>

The Fund hedges the initial investment but not the subsequent gains/losses on the settling value of investments that are denominated in foreign currencies.

The ACD seeks to manage the portfolio exposure to currency movements by using forward currency contracts. The forward currency contracts are shown in the portfolio statement.

for the year ended 30 September 2016

(b) *Interest rate risk profile of financial assets and liabilities*

The Fund receives revenue from holdings in equities. The cashflow from these investments may fluctuate depending upon the particular decisions made by each company. Given that the Fund's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed.

The Fund's net cash holding of £87,887,760 (30/09/15: holding £64,879,791) is held in a floating rate deposit account whose interest rates are based on LIBOR or its international equivalent.

The Fund holds net cash at futures brokers of £1,230,818 (30/09/15: cash £2,702,089), whose rates are on based on LIBOR or its international equivalent.

The interest rate exposure for the Fund is not deemed to be significant and on that basis no sensitivity analysis is presented.

The Fund did not have any long term financial liabilities.

(c) *Derivatives and other financial instruments*

During the year, the ACD entered into derivative contracts on behalf of the Fund for the purpose of efficient portfolio management (EPM). EPM requires that the purpose of the derivative contract must be to achieve; a reduction of the risk, or a reduction of cost, or the generation of additional capital, or revenue for the Fund with an acceptably low level of risk. The ACD monitors the use of derivative contracts to ensure that the requirements of EPM are satisfied. All derivative contracts were traded on an eligible derivatives exchange.

Exposure to the various markets may be balanced through tactical asset allocation of futures contracts. Tactical asset allocation is a technique which allows the ACD to undertake a switch in the Fund's exposure by the use of derivatives rather than through the sale and purchase by the Fund of transferable securities.

Due to the use of derivatives, the percentage movements in the value of the Fund will be different from the percentage movements in the markets. At the year end, as the sensitivity analysis or value at risk are not significant, no additional disclosure has been shown.

Financial derivative instrument exposure - fair value	Value (£)	Value (£)
	30/09/16	30/09/15
Exchange traded derivatives	128,303	-
Forward currency contracts	87,906	554,582
Total Financial derivative instrument exposure	<b>216,209</b>	<b>554,582</b>

Financial derivative instrument exposure - notional	Value (£)	Value (£)
	30/09/16	30/09/15
Exchange traded derivatives	34,658,023	31,835,153
Forward currency contracts	41,012,001	102,557,209
Total Financial derivative instrument exposure	<b>75,670,024</b>	<b>134,392,362</b>

The financial derivative instruments exposure represents the value of what is "economically commanded" by the instrument and is calculated as the sum of the notional value of the instrument, i.e. the number of contracts multiplied by the relevant index or spot price.

Efficient portfolio management techniques	Value (£)	Value (£)
	30/09/2016	30/09/2015
Gross revenues arising from efficient portfolio management techniques	497,577	306,083
Direct operational costs and fees incurred	(97,945)	(184,239)
Indirect operational costs and fees incurred	(24,486)	(46,060)
Net revenue generated for Fund during the annual accounting period	<b>375,146</b>	<b>75,784</b>
Underlying exposure obtained through EPM techniques	<b>75,670,024</b>	<b>134,392,362</b>

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

Counterparties to financial derivative instruments and efficient portfolio management techniques	Value (£)	Value (£)
	30/09/16	30/09/15
BNP Paribas - Forward currency contracts	53,634	41,252
HSBC Bank - Forward currency contracts	-	215,437
State Street Bank and Trust Company - Forward currency contracts	(1,337,227)	(3,709,063)
Barclays - Futures contracts	(12,131)	-
Merrill Lynch - Futures contracts	(104,945)	(725,985)
Total uncollateralised counterparty exposure	<b>(1,400,669)</b>	<b>(4,178,359)</b>

The counterparty exposure represents the amount that the Fund could lose if the counterparty defaulted. This is calculated as the unrealised profit on the trade. It is therefore a different amount to the value of the sum of the notionals.

Collateral	Value (£)	Value (£)
	30/09/16	30/09/15
GBP Cash - Merrill Lynch	169,143	3,240,774
JPY Cash - Merrill Lynch	985,520	-
USD Cash - Barclays	76,964	147,671
USD Cash - Merrill Lynch	(809)	(686,355)

*(d) Liquidity risk*

All of the Fund's financial assets are considered to be readily realisable in accordance with the market practices of the exchange on which they are traded. In general, the Investment Adviser manages the Fund's cash to ensure it can meet its liabilities. Where investments cannot be realised in time to meet any potential liability, the Fund may borrow up to 10% of its value to ensure settlement.

All of the Fund's financial liabilities are payable on demand or in less than one year.

We do not consider these liquidity risks to be significant and therefore no numerical analysis is being presented.

*(e) Market price risk and fair value of financial assets and liabilities*

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority COLL Sourcebook, which includes rules prohibiting a holding greater than 20% of assets in any one fund.

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance Sheet, and their fair values.

As at 30 September 2016, if the price of investments held by the Funds increased or decreased by 1%, the resulting change in net assets attributable to shareholders would have been an increase or decrease of approximately 1%; which for this Fund would equate to £23,270,613 (30/09/15: £19,336,108).

*(f) Credit risk*

The Fund enters into transactions in financial instruments which expose it to the risk that the counterparty will not deliver the investment (purchase) or cash (sale) after the Fund has fulfilled its obligations. The Fund only buys and sells financial instruments through parties that have been approved by the ACD as acceptable. These are reviewed on an ongoing basis.

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

**16. Portfolio transaction costs**

Analysis of total trade costs.

	Purchases		Sales	
	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000
Equities	389,425	503,848	555,118	538,296
Collective Investment Schemes	3,234	-	3,030	-
<b>Trades in the year before transaction costs</b>	<b>392,659</b>	<b>503,848</b>	<b>558,148</b>	<b>538,296</b>
<b>Commissions</b>				
Equities	300	416	(406)	(345)
Futures	8	5	(8)	(4)
Total commissions	308	421	(414)	(349)
<b>Taxes</b>				
Equities	129	95	(87)	(85)
Total taxes	129	95	(87)	(85)
Total costs	437	516	(501)	(434)
<b>Total net trades in the year after transaction costs</b>	<b>393,096</b>	<b>504,364</b>	<b>557,647</b>	<b>537,862</b>

Prior period comparatives have been updated to be in line with current year disclosure.

**Total transaction cost expressed as a percentage of asset class trades**

	Purchases		Sales	
	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %
<b>Commissions</b>				
Equities	0.08	0.08	0.07	0.06
<b>Taxes</b>				
Equities	0.03	0.02	0.02	0.02

**Total transaction cost expressed as a percentage of average net asset value**

	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %
Commissions	0.03	0.03
Taxes	0.01	0.01
Total costs	0.04	0.04

Direct transaction costs are expenses incurred when buying and selling financial investments. In the case of equities and futures contracts, broker commissions and transfer taxes may be paid on each transaction. Other types of investments such as collective investment schemes have no separately identifiable transaction costs and these costs form part of the dealing spread.

**Average portfolio dealing spread**

The average portfolio dealing spread at the balance sheet was 0.08% (30/09/15: 0.11%).

for the year ended 30 September 2016

## 17. Fair value

Valuation technique	30/09/16		30/09/15	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	2,314,879	(245)	1,927,659	(726)
Level 2	13,798	(1,371)	10,685	(4,007)
Level 3	-	-	-	-
Total fair value	<u>2,328,677</u>	<u>(1,616)</u>	<u>1,938,344</u>	<u>(4,733)</u>

Level 1 - Quoted prices for identical instruments in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

Level 2 - Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investment schemes.

Level 3 - Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

The Fund has early adopted the FRS102 update made in March 2016.

# Multi-Manager International Equity Fund

## Distribution Tables

for the year ended 30 September 2016

### Distribution in pence per share

Group 1 Interim Shares purchased prior to 1 October 2015

Final Shares purchased prior to 1 April 2016

Group 2 Interim Shares purchased on or between 1 October 2015 and 31 March 2016

Final Shares purchased on or between 1 April 2016 and 30 September 2016

### Share Class A - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	-	-	-	-
Final	1.0371	-	1.0371	0.8584
Group 2	(p)	(p)	(p)	(p)
Interim	-	-	-	-
Final	0.1425	0.8946	1.0371	0.8584

### Share Class B - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	0.9234	-	0.9234	0.8594
Final	2.4220	-	2.4220	2.0573
Group 2	(p)	(p)	(p)	(p)
Interim	0.7465	0.1769	0.9234	0.8594
Final	2.0597	0.3623	2.4220	2.0573

### Share Class C - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	0.2732	-	0.2732	0.2930
Final	1.1375	-	1.1375	0.9767
Group 2	(p)	(p)	(p)	(p)
Interim	-	-	-	-
Final	-	-	-	-

### Share Class P - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	0.9787	-	0.9787	0.8549
Final	2.3179	-	2.3179	1.9905
Group 2	(p)	(p)	(p)	(p)
Interim	0.8083	0.1704	0.9787	0.8549
Final	2.1660	0.1519	2.3179	1.9905

# Multi-Manager International Equity Fund

## Distribution Tables

(continued)

for the year ended 30 September 2016

### Share Class Q - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.0924	-	1.0924	0.9500
Final	2.4455	-	2.4455	2.1066
Group 2	(p)	(p)	(p)	(p)
Interim	0.7536	0.3388	1.0924	0.9500
Final	2.0995	0.3460	2.4455	2.1066

### Share Class X - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.3910	-	1.3910	1.1879
Final	2.9824	-	2.9824	2.5403
Group 2	(p)	(p)	(p)	(p)
Interim	0.8276	0.5634	1.3910	1.1879
Final	1.1531	1.8293	2.9824	2.5403

### Corporate shareholder information (unaudited) for all share classes

A shareholder liable to corporation tax receives this distribution, excluding equalisation, as follows:

Interim - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Interim - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Final - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Final - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Final - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.



# Multi-Manager UK Equity Focus Fund

## Investment Markets Overview

for the year ended 30 September 2016

### Investment Objective and Policy

The Fund's aim is to provide a combination of income and growth of capital by investing at least two-thirds of the Fund's total assets in shares and other equity instruments issued by companies domiciled in or carrying on a preponderant part of their business activities in the UK.

The Fund may also invest the remaining portion of its assets in other equities, in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, money market instruments, deposits and in collective investment schemes. The investments will be selected with a view to achieving the Fund's objective of providing a combination of income and growth of capital and using focussed stock selection.

The assets of the Fund will at all times be managed by at least three managers.

### Synthetic Risk and Reward Indicator

There are several different ways of measuring risk. The table below uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

This is a separate measure to Scottish Widows' Investment Approaches (where we use our own methodology to take an overall look at funds' risks and aims and categorise our funds as Secure, Cautious, Balanced, Progressive, Adventurous or Specialist). You can read more about them at [www.scottishwidows.co.uk/investmentapproaches](http://www.scottishwidows.co.uk/investmentapproaches)

The Fund is ranked at 5* because it has experienced medium to high levels of volatility over the past 5 years.  *As disclosed in the key investor information document dated 27 June 2016.	Typically lower rewards, lower risks			Typically higher rewards, higher risks			
	←				→		
	1	2	3	4	5	6	7

### Investment Review

Performance	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/13 to 31/10/14 %	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %
Multi-Manager UK Equity Focus Fund A Accumulation	10.59	2.02	3.72	17.38	17.64
UK All Companies Sector Average Return	11.69	2.73	5.12	22.70	17.65

Source: Lipper for Multi-Manager UK Equity Focus Fund A Accumulation and UK All Companies (funds which invest at least 80% of their assets in UK equities which have a primary objective of achieving capital growth).

Basis: Revenue (net of tax) reinvested and net of expenses.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

The UK stock market performed well over the year, producing a return of around 16%. Most of these gains were delivered in the last three months of the reporting period. Towards the end of 2015 and at the start of 2016, UK share prices were held back by concerns about the Chinese economy and the collapse in energy and commodity prices. This had a particularly significant influence on the UK market because of the large number of oil and mining companies that are listed in the UK.

However, despite an intense bout of volatility following the vote to leave the European Union in June, the market has rebounded strongly. In part, this was a result of the Bank of England's economic stimulus measures, which were intended to instil confidence in the economy following the 'Brexit' vote.

The market's gains were also a consequence of the fall in the value of the pound, which declined by around 20% against the US dollar. Many of Britain's largest companies make the majority of their profits in overseas currencies. The post-Brexit collapse in the pound increases the value of these profits in sterling terms.

Recent economic data has proved relatively strong. For example, a fall in the number of benefit claimants between June and July meant that unemployment remained at an 11-year low. However, economic surveys of business sentiment have fallen since the referendum. There are also growing worries about the housing market after the Royal Institute of Chartered Surveyors reported slowing housing-market activity in the wake of the Brexit vote.

The holding in Blackrock UK Special situations was sold after the manager retired from the business. The assets were replaced with JOHCM UK Dynamic, which provides a similar investment approach and an emphasis on companies that pay high dividend yields. The fund has been a strong contributor to returns so far.

for the year ended 30 September 2016

The performance of the Fund was negatively affected by asset allocation, in particular the relatively small positions in the oil & gas and basic materials sectors. Energy and commodity prices have risen in recent months, rebounding from long-term lows early in 2016. The relatively large amount invested in the consumer goods sector was also negative, as this sector lagged the main market.

Looking at the performance of the individual managers, the positions in Jupiter and Lindsell Train outperformed. However, the position in Sanlam FOUR underperformed significantly.

Looking ahead, the view of our external managers varies. Some are very positive, but others are concerned about a lack of attractive investment opportunities. Overall, we remain of the opinion that our range of managers possess the experience and talent to select companies that will thrive in both conditions of economic improvement and also during more challenging periods, which we are mindful could surface again at any time.

Aberdeen Investment Solutions Limited

October 2016

# Multi-Manager UK Equity Focus Fund

## Portfolio Statement

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>BASIC MATERIALS (2.73%*)</b>		<b>61,392</b>	<b>6.05</b>
<b>Chemicals</b>			
Elementis	533,684	1,148	0.11
<b>Forestry &amp; Paper</b>			
Mondi	116,805	1,890	0.19
<b>Mining</b>			
Acacia Mining	409,904	2,084	0.20
Anglo American	2,407,509	23,403	2.31
Antofagasta	1,100,000	5,720	0.56
Barrick Gold	145,137	2,009	0.20
BHP Billiton	375,879	4,368	0.43
KAZ Minerals	383,444	854	0.08
Kenmare Resources Warrants 19/11/2016**	1,000	-	-
Lonmin	372,005	764	0.08
Rio Tinto	313,479	8,113	0.80
South32	7,600,000	11,039	1.09
<b>CONSUMER GOODS (15.04%*)</b>		<b>130,308</b>	<b>12.84</b>
<b>Beverages</b>			
A.G.Barr	1,720,202	8,730	0.86
Britvic	621,907	3,713	0.37
C&C	917,595	2,885	0.28
Diageo	1,194,705	26,445	2.61
Heineken	237,804	14,478	1.43
Stock Spirits	1,623,908	2,566	0.25
<b>Food Producers</b>			
IFR Capital**	1,220,677	-	-
Mondelez International	360,991	12,013	1.18
<b>Household Goods &amp; Home Construction</b>			
McBride	2,772,769	5,164	0.51
<b>Personal Goods</b>			
Burberry	1,137,924	15,646	1.54
Kao	4,800	208	0.02
Ted Baker	12,577	307	0.03
Unilever	849,062	30,749	3.03
<b>Tobacco</b>			
British American Tobacco	14,053	694	0.07
Imperial Tobacco	169,522	6,710	0.66
<b>CONSUMER SERVICES (20.05%*)</b>		<b>194,173</b>	<b>19.13</b>
<b>Food &amp; Drug Retailers</b>			
J Sainsbury	624,115	1,503	0.15
Tesco	8,954,987	15,980	1.58
WM Morrison Supermarkets	6,603,904	14,205	1.40
<b>General Retailers</b>			
Card Factory	267,537	810	0.08
Dunelm	12,836	108	0.01
H&R Block	170,000	2,972	0.29
Halfords	1,000,000	3,437	0.34
Kingfisher	162,902	607	0.06
Majestic Wine	620,115	1,888	0.19
Marks & Spencer	1,795,797	5,694	0.56

# Multi-Manager UK Equity Focus Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Next	2,678	127	0.01
Rakuten	40,900	409	0.04
Saga	2,957,101	6,225	0.61
<b>Media</b>			
Ascential	645,680	1,814	0.18
Daily Mail & General Trust	3,050,936	22,577	2.22
Euromoney Institutional Investor	416,064	4,585	0.45
Mediaset	263,637	618	0.06
Pearson	3,278,213	24,423	2.41
RELX	2,011,016	29,341	2.89
Sky	409,897	3,662	0.36
Walt Disney	138,641	9,820	0.97
<b>Travel &amp; Leisure</b>			
FirstGroup	7,690,470	7,998	0.79
Fuller Smith & Turner	189,454	1,896	0.19
Greene King	707,196	5,417	0.53
GVC	169,016	1,228	0.12
Ladbrokes	6,500,000	9,035	0.89
National Express	2,302,137	7,853	0.77
Restaurant	804,030	3,038	0.30
Ryanair	182,004	1,898	0.19
Young & Co's Brewery 'A' Shares	152,837	1,958	0.19
Young & Co's Brewery (Non Voting)	297,278	3,047	0.30
<b>FINANCIALS (23.13%*)</b>		<b>245,756</b>	<b>24.21</b>
<b>Banks</b>			
Barclays	8,698,035	14,086	1.39
First Republic Bank	6,500	385	0.04
HSBC	6,412,626	36,603	3.61
Lloyds Banking†	17,257,531	9,329	0.92
Royal Bank of Scotland	5,702,766	9,917	0.98
Standard Chartered	2,275,968	14,216	1.40
<b>Equity Investment Instruments</b>			
LMS Capital Fund	45,466	26	0.00
<b>Financial Services</b>			
3i	1,698,546	10,879	1.07
Ashmore	1,427,551	4,994	0.49
CMC Markets	1,138,792	2,265	0.22
Hargreaves Lansdown	1,701,432	21,268	2.10
ICAP	1,338,329	6,182	0.61
London Stock Exchange	981,571	27,229	2.68
Man	2,930,084	3,288	0.32
Numis	1,454,022	3,173	0.31
PayPal	241,783	7,529	0.74
Rathbone Brothers	630,327	11,485	1.13
Schroders	549,688	14,583	1.44
Tullett Prebon	1,427,551	4,798	0.47
<b>Life Insurance</b>			
Aviva	5,253,498	22,695	2.24
Standard Life	196,842	667	0.07

# Multi-Manager UK Equity Focus Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>Nonequity Investment Instruments</b>			
Majedie UK Smaller Companies Fund	4,819,994	14,335	1.41
<b>Nonlife Insurance</b>			
Jardine Lloyd Thompson	41,584	424	0.04
RSA Insurance	32,147	176	0.02
<b>Real Estate Investment &amp; Services</b>			
Urban & Civic	1,544,371	3,398	0.33
NewRiver REIT	557,603	1,826	0.18
<b>HEALTH CARE (5.07%*)</b>		<b>46,744</b>	<b>4.60</b>
<b>Health Care Equipment &amp; Services</b>			
Smith & Nephew	77,982	966	0.09
<b>Pharmaceuticals &amp; Biotechnology</b>			
AstraZeneca	405,939	20,173	1.99
GlaxoSmithKline	1,565,588	25,605	2.52
<b>INDUSTRIALS (11.49%*)</b>		<b>106,610</b>	<b>10.50</b>
<b>Aerospace &amp; Defence</b>			
BAE Systems	2,474,537	12,843	1.26
Chemring	5,356,672	7,499	0.74
Finmeccanica	19,338	165	0.02
QinetiQ	6,261,613	14,565	1.43
<b>Construction &amp; Materials</b>			
Balfour Beatty	3,568,878	9,843	0.97
Marshalls	171,206	483	0.05
<b>Electronic &amp; Electrical Equipment</b>			
e2v technologies	1,574,027	3,687	0.36
TT electronics	3,389,912	4,856	0.48
Xaar	267,666	1,325	0.13
<b>General Industrials</b>			
DS Smith	1,030,071	3,909	0.38
Smiths	847,609	12,316	1.21
<b>Industrial Engineering</b>			
CNH Industrial	76,978	412	0.04
Severfield	3,490,666	2,007	0.20
<b>Industrial Transportation</b>			
AP Moeller - Maersk	335	371	0.04
<b>Support Services</b>			
Acal	1,042,448	2,817	0.28
De La Rue	717,810	4,271	0.42
Electrocomponents	2,766,363	9,386	0.92
Hays	2,536,210	3,239	0.32
Mears	179,665	832	0.08
Premier Farnell	324,189	595	0.06
Rentokil Initial	2,011,157	4,451	0.44
Robert Walters	929,855	3,254	0.32
Serco	1,355,781	1,805	0.18
Travis Perkins	111,181	1,679	0.17

# Multi-Manager UK Equity Focus Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>OIL &amp; GAS (5.30%*)</b>		<b>77,481</b>	<b>7.63</b>
<b>Oil &amp; Gas Producers</b>			
BP	9,510,071	42,710	4.20
Providence Resources	781,520	72	0.01
Royal Dutch Shell 'B' Shares	1,417,195	28,429	2.80
Tullow Oil	570,554	1,381	0.13
<b>Oil Equipment, Services &amp; Distribution</b>			
Cape	713,973	1,478	0.15
John Wood	446,110	3,411	0.34
<b>TECHNOLOGY (7.56%*)</b>		<b>76,166</b>	<b>7.50</b>
<b>Software &amp; Computer Services</b>			
FDM	94,176	574	0.06
Fidessa	560,902	13,321	1.31
Hewlett Packard Enterprise	240,899	4,254	0.42
Nintendo	95,400	19,353	1.91
Sage	3,716,996	27,153	2.67
SDL	1,000,799	4,656	0.46
<b>Technology Hardware &amp; Equipment</b>			
Cisco Systems	250,000	6,054	0.59
Imagination Technologies	324,437	801	0.08
<b>TELECOMMUNICATIONS (4.15%*)</b>		<b>37,557</b>	<b>3.70</b>
<b>Fixed Line Telecommunications</b>			
BT	2,478,661	9,482	0.93
Koninklijke KPN	625,780	1,589	0.16
Orange	256,023	3,044	0.30
Telecom Italia	2,402,395	1,510	0.15
<b>Mobile Telecommunications</b>			
Deutsche Telekom	18,290	233	0.02
SoftBank	5,800	288	0.03
Vodafone	9,719,063	21,411	2.11
<b>UTILITIES (1.22%*)</b>		<b>13,426</b>	<b>1.32</b>
<b>Gas, Water &amp; Multiutilities</b>			
Centrica	5,581,433	12,731	1.25
National Grid	63,317	695	0.07
<b>Portfolio of investments</b>		<b>989,613</b>	<b>97.48</b>
<b>Net other assets</b>		<b>25,621</b>	<b>2.52</b>
<b>Total net assets</b>		<b>1,015,234</b>	<b>100.00</b>

Equity investment instruments are quoted on a listed securities market, unless otherwise stated.

\*Comparative figures shown in brackets relate to 30 September 2015.

\*\*Unlisted securities.

†This investment is a related party (see note 10).

## Multi-Manager UK Equity Focus Fund

### Material Portfolio Changes

---

for the year ended 30 September 2016

	Cost £000		Proceeds £000
<b>Major purchases</b>		<b>Major sales</b>	
FTSE 100 Index Futures June 2016	30,880	RELX	32,328
HSBC	27,484	FTSE 100 Index Futures June 2016	31,327
BP	25,108	Prudential	21,939
Anglo American	23,827	Shire	21,504
GlaxoSmithKline	19,575	Sage	19,875
Vodafone	19,063	BT	17,234
Royal Dutch Shell 'B' Shares	18,206	ARM	15,294
Aviva	16,221	Barclays	14,888
Standard Chartered	14,831	BG	14,880
Barclays	14,278	Rio Tinto	14,301

Purchases and sales of Futures have been included at the value of their exposure.

## Multi-Manager UK Equity Focus Fund

### Comparative Tables

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class A - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	182.30	178.45	172.03
Return before operating charges*	22.28	6.85	9.70
Operating charges	(3.00)	(3.00)	(3.28)
Return after operating charges*	19.28	3.85	6.42
Distributions	(2.74)	(2.10)	(1.54)
Retained distributions on accumulation shares	2.74	2.10	1.54
Closing net asset value per share	201.58	182.30	178.45
*after direct transaction costs of:~	0.51	0.24	0.27
<b>Performance</b>			
Return after charges^	10.58%	2.16%	3.73%
<b>Other information</b>			
Closing net asset value (£'000)	220,520	217,072	228,514
Closing number of shares	109,394,348	119,076,380	128,056,019
Operating charges#	1.61%	1.56%	1.81%
Direct transaction costs~	0.27%	0.13%	0.15%
<b>Prices</b>			
Highest share price	204.00	206.40	188.90
Lowest share price	166.30	174.40	166.30

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

^The return after charges figure is calculated as the return after operating charges per share divided by the opening net asset value per share. This is different to the performance return stated in the Investment Market Review which is sourced from Lipper and based on daily published prices.

From 1 November 2014 within the A share class the ACD fee changed from 1.70% to 1.12%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.



# Multi-Manager UK Equity Focus Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class B - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	102.93	100.02	100.00
Return before operating charges*	12.67	3.74	1.03
Operating charges	(0.86)	(0.83)	(1.01)
Return after operating charges*	11.81	2.91	0.02
Distributions	(2.43)	(2.04)	(1.51)
Retained distributions on accumulation shares	2.43	2.04	1.51
Closing net asset value per share	114.74	102.93	100.02
*after direct transaction costs of:~	0.29	0.14	0.18
<b>Performance</b>			
Return after charges	11.47%	2.91%	0.02%
<b>Other information</b>			
Closing net asset value (£'000)	9,025	3,999	594
Closing number of shares	7,865,594	3,885,574	593,426
Operating charges#	0.81%	0.76%	1.01%
Direct transaction costs~	0.27%	0.13%	0.18%
<b>Prices</b>			
Highest share price	116.10	116.20	105.30
Lowest share price	94.16	97.84	93.16

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the B share class the ACD fee changed from 0.90% to 0.32%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Focus Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class P - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	157.72	156.18	151.87
Return before operating charges*	19.28	5.88	8.75
Operating charges	(1.10)	(1.08)	(1.71)
Return after operating charges*	18.18	4.80	7.04
Distributions	(3.86)	(3.26)	(2.73)
Closing net asset value per share	172.04	157.72	156.18
*after direct transaction costs of:~	0.44	0.21	0.24
<b>Performance</b>			
Return after charges	11.53%	3.07%	4.64%
<b>Other information</b>			
Closing net asset value (£'000)	275,007	333,190	275,262
Closing number of shares	159,854,704	211,258,130	176,242,594
Operating charges#	0.68%	0.64%	1.04%
Direct transaction costs~	0.27%	0.13%	0.15%
<b>Prices</b>			
Highest share price	176.60	180.40	167.30
Lowest share price	144.40	152.80	147.30

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the P share class the ACD fee changed from 0.78% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Focus Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class Q - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	157.71	156.18	151.87
Return before operating charges*	19.30	5.85	8.47
Operating charges	(0.95)	(0.91)	(1.38)
Return after operating charges*	18.35	4.94	7.09
Distributions	(4.02)	(3.41)	(2.78)
Closing net asset value per share	172.04	157.71	156.18
*after direct transaction costs of:~	0.44	0.21	0.22
<b>Performance</b>			
Return after charges	11.64%	3.16%	4.67%
<b>Other information</b>			
Closing net asset value (£'000)	499,737	578,378	744,634
Closing number of shares	290,483,111	366,728,335	476,770,351
Operating charges#	0.58%	0.54%	0.91%
Direct transaction costs~	0.27%	0.13%	0.15%
<b>Prices</b>			
Highest share price	176.70	180.50	167.30
Lowest share price	144.40	152.80	147.30

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the Q share class the ACD fee changed from 0.78% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Focus Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class X - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	173.61	168.20	160.20
Return before operating charges*	21.40	6.21	9.18
Operating charges	(0.87)	(0.80)	(1.18)
Return after operating charges*	20.53	5.41	8.00
Distributions	(4.63)	(3.86)	(3.51)
Retained distributions on accumulation shares	4.63	3.86	3.51
Closing net asset value per share	194.14	173.61	168.20
*after direct transaction costs of:~	0.49	0.23	0.25
<b>Performance</b>			
Return after charges	11.83%	3.22%	4.99%
<b>Other information</b>			
Closing net asset value (£'000)	10,945	10,975	11,187
Closing number of shares	5,637,839	6,321,687	6,651,170
Operating charges#	0.49%	0.44%	0.69%
Direct transaction costs~	0.27%	0.13%	0.15%
<b>Prices</b>			
Highest share price	196.40	195.70	176.70
Lowest share price	159.00	164.60	156.60

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the X share class the ACD fee changed from 0.58% to 0.00%.

Prices for share class X are not published as this is an internal share class.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

## Multi-Manager UK Equity Focus Fund

### Statement of Total Return

for the year ended 30 September 2016

	Notes	01/10/15 to 30/09/16		01/11/14 to 30/09/15	
		£000	£000	£000	£000
Income					
Net capital gains	2		91,529		23,072
Revenue	3	34,834		32,122	
Expenses	4	(9,161)		(8,826)	
Interest payable and similar charges		-		-	
Net revenue before taxation		25,673		23,296	
Taxation	5	(237)		(176)	
Net revenue after taxation			25,436		23,120
<b>Total return before distributions</b>			<b>116,965</b>		<b>46,192</b>
Distributions	6		(25,438)		(23,120)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>91,527</b>		<b>23,072</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 September 2016

	01/10/15 to 30/09/16		Restated 01/11/14 to 30/09/15	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		<b>1,143,614</b>		<b>1,260,191</b>
Amounts receivable on creation of shares*	78,164		101,709	
Less: Amounts payable on cancellation of shares*	(302,067)		(244,967)	
		(223,903)		(143,258)
Dilution adjustment*		491		764
Change in net assets attributable to shareholders from investment activities		91,527		23,072
Retained distributions on accumulation shares		3,505		2,844
Unclaimed distributions		-		1
<b>Closing net assets attributable to shareholders</b>		<b>1,015,234</b>		<b>1,143,614</b>

\*Prior period figures have been restated as a result of the 2014 IMA SORP, please see note 1 of the financial statements on page 109.

Notes to the Financial Statements are on pages 109 to 116.

# Multi-Manager UK Equity Focus Fund

## Balance Sheet

as at 30 September 2016

	Notes	30/09/16 £000	Restated 30/09/15 £000
<b>Assets</b>			
<b>Fixed assets</b>			
Investments		<u>989,613</u>	<u>1,094,848</u>
<b>Current assets</b>			
Debtors*	8	2,159	11,635
Cash and bank balances		<u>46,893</u>	<u>53,966</u>
<b>Total assets</b>		<u><b>1,038,665</b></u>	<u><b>1,160,449</b></u>
<b>Liabilities</b>			
<b>Creditors</b>			
Distribution payable		(11,602)	(12,913)
Other creditors*	9	<u>(11,829)</u>	<u>(3,922)</u>
<b>Total liabilities</b>		<u><b>(23,431)</b></u>	<u><b>(16,835)</b></u>
<b>Net assets attributable to shareholders</b>		<u><b>1,015,234</b></u>	<u><b>1,143,614</b></u>

*\*Prior period figures have been restated.*

*Notes to the Financial Statements are on pages 109 to 116.*

# Multi-Manager UK Equity Focus Fund

## Notes to the Financial Statements

for the year ended 30 September 2016

### 1. Accounting basis and distribution policies

The financial statements have been prepared in accordance with the accounting policies set out on pages 8 to 10.

As noted on page 8, during the year the fund has adopted FRS 102 and the 2014 SORP. As a result there are some presentational changes to classification of items in the financial statements. The following presentational changes are considered to be minimal and have no impact on the total return or net asset value in either the current or prior accounting year. In the 'Statement of change in net assets attributable to shareholders' 'Dilution adjustments' are now disclosed as a separate line item.

'Dilution adjustments' totalling £491,197 (30/09/15: £753,981) have been reclassified from 'Amounts receivable on creation of shares' of £218,535 (30/09/15: £332,197) and 'Amounts payable on cancellation of shares' of £272,662 (30/09/15: £421,784).

### 2. Net capital gains

The net capital gains during the year comprise:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Non-derivative securities	90,014	19,992
Future contracts	448	2,943
Forward currency contracts	608	-
Currency gains	455	157
Transaction charges	(19)	(20)
Dealing cost reimbursement	23	-
Net capital gains	<u>91,529</u>	<u>23,072</u>

### 3. Revenue

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
UK dividends	32,194	28,916
Overseas taxable revenue*	(8)	(2)
Overseas non-taxable revenue	2,163	2,329
Property revenue from UK REITs - PID	75	131
Property revenue from UK REITs - non PID	50	66
Bank interest	26	160
Fokus Bank interest	-	4
Stock lending revenue	334	180
UK scrip dividends non-taxable	-	338
Total revenue	<u>34,834</u>	<u>32,122</u>

\*Overseas taxable revenue includes currency gains or losses arising from the repatriation of foreign dividends therefore may be negative.

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## 4. Expenses

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>Payable to the ACD, associates of the ACD, and agents of either of them:</b>		
ACD's periodic charge	4,272	4,307
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them:</b>		
Depositary's fees	109	101
Safe custody fees	15	15
	<u>124</u>	<u>116</u>
<b>Other expenses:</b>		
Sub-advisers' fees	4,157	3,837
Audit fee	10	9
Professional fees†	1	-
Registration fees	1,130	1,172
Expense capping adjustment‡	(557)	(631)
Fees paid to PwC for non-audit services*	24	16
	<u>4,765</u>	<u>4,403</u>
Total expenses	<u>9,161</u>	<u>8,826</u>

Expenses include irrecoverable VAT where applicable.

\*Fees paid during the current year and prior period are in relation to Fokus Bank tax reclaims.

†Professional fees are in relation to distribution charges.

‡From 25 July 2014 within the Q share class no registration fee will be deducted and this will be borne by the ACD.

## 5. Taxation

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>(a) Analysis of charge in year:</b>		
Irrecoverable overseas tax	237	176
<b>(b) Factors affecting total tax charge for the year:</b>		
The tax assessed for the year is lower than (2015: lower than) the standard rate of corporation tax in the UK for an Open-Ended Investment Company of 20% (2015: 20%). The differences are explained below:		
Net revenue before taxation	25,673	23,296
Corporation tax of 20% (2015: 20%)	5,135	4,659
<b>Effects of:</b>		
Franked UK income*	(6,439)	(5,783)
Non-taxable scrip dividends*	-	(68)
Overseas non-taxable revenue*	(433)	(466)
Movement in excess management expenses	1,747	1,671
Irrecoverable overseas tax	237	176
Property revenue from UK REITs - non PID*	(10)	(13)
Total tax charge for year (note 5a)	<u>237</u>	<u>176</u>

\*As an authorised OEIC these items are not subject to corporation tax.

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

## (c) Deferred taxation:

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior period.

## (d) Factors that may affect future tax charges:

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £20,418,910 (30/09/15: £18,672,085) relating to surplus management expenses. No deferred tax asset has been recognised in either year as it was considered unlikely the Fund would generate sufficient taxable profits in the future to utilise these amounts.



for the year ended 30 September 2016

**6. Distributions**

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprises:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Interim	8,971	7,519
Final	14,133	15,014
	<u>23,104</u>	<u>22,533</u>
Add: Revenue deducted on cancellation of shares	2,664	999
Deduct: Revenue received on creation of shares	(330)	(412)
Net distributions for the year	<u>25,438</u>	<u>23,120</u>

*Details of the distribution per share is set out in the Distribution Tables on pages 117 to 118.*

**7. Movement between net revenue and net distributions**

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Net revenue after taxation	25,436	23,120
Movement in net income as a result of conversions	2	-
Net distributions for the year	<u>25,438</u>	<u>23,120</u>

**8. Debtors**

	30/09/16 £000	Restated 30/09/15 £000
Sales awaiting settlement	376	9,173
Amounts receivable for issue of shares	201	466
Accrued revenue	1,497	1,916
Overseas tax recoverable	42	31
Expense capping adjustment	43	49
Total debtors	<u>2,159</u>	<u>11,635</u>

**9. Other creditors**

	30/09/16 £000	Restated 30/09/15 £000
Purchases awaiting settlement	1,669	256
Amounts payable for cancellation of shares	8,886	2,061
Accrued expenses	1,274	1,605
Total other creditors	<u>11,829</u>	<u>3,922</u>

for the year ended 30 September 2016

**10. Related party transactions**

Scottish Widows Unit Trust Managers Limited, ("the ACD") is a related party and is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. Lloyds Banking Group, as the parent company of the ACD is the ultimate controlling party of the Fund. As such any member company of Lloyds Banking Group is also a related party.

Scottish Widows Unit Trust Managers Limited act as principal on all the transactions of shares in the Fund. The aggregate monies received through sales and repurchases of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Scottish Widows Unit Trust Managers Limited in respect of share transactions at the year end are included in the Balance Sheet.

Amounts paid to Scottish Widows Unit Trust Managers Limited in respect of ACD fees are disclosed in note 4, with £342,811 (30/09/15: £360,342) due at the year end.

The Fund has a related party holding of 17,257,531 shares (30/09/15: 10,966,351 shares) and value of £9,329,421 (30/09/15: £8,253,276) held at the year end within the Lloyds Banking Group.

Revenue disclosed in note 3 includes amounts received from Lloyds Banking Group investments. The total revenue received amounts to £564,521 (30/09/15: £160,208).

*Shares held by associates of the ACD*

On 30 September 2016, shares held as a percentage of the Fund's value were:

	30/09/16	30/09/15
	%	%
ACD and associates of the ACD	18.84	15.95

**11. Share classes**

The Fund has five share classes in issue.

The ACD's periodic charge on each share class is as follows:

	%
Share Class A - Accumulation:	1.12
Share Class B - Accumulation:	0.32
Share Class P - Income:	0.20
Share Class Q - Income:	0.20
Share Class X - Accumulation:	-

The net asset value of each share class, the net asset value per share and the number of shares in each class are given in the Comparative Table on pages 102 to 106.

The distributions per share class are given in the Distribution Tables on pages 117 to 118.

**Reconciliation of the shares movement in the year:**

	01/10/15			30/09/16	
	Opening shares in issue	Creations	Cancellations	Shares converted*	Closing shares in issue
Share Class A - Accumulation	119,076,380	5,827,621	(14,573,404)	(936,249)	109,394,348
Share Class B - Accumulation	3,885,574	104,446	(4,580,057)	8,455,631	7,865,594
Share Class P - Income	211,258,130	16,033,963	(67,443,769)	6,380	159,854,704
Share Class Q - Income	366,728,335	25,978,983	(97,766,466)	(4,457,741)	290,483,111
Share Class X - Accumulation	6,321,687	297,406	(981,254)	-	5,637,839
Total	<u>707,270,106</u>	<u>48,242,419</u>	<u>(185,344,950)</u>	<u>3,068,021</u>	<u>573,235,596</u>

\*Share conversions during the year relate to the restructure of a large client portfolio from an institutional share class to a retail share class.

**12. Capital commitments and contingent liabilities**

On 30 September 2016, the Fund had no capital commitments (30/09/15: £nil) and no contingent liabilities (30/09/15: £nil).

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

**13. Securities on loan**

The aggregate value of securities on loan at 30 September 2016 is £91,310,631 (30/09/2015: £99,183,800). The identities of the counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 30 September 2016 is £98,564,432 (30/09/2015: £104,574,810). This collateral is listed in the collateral held table below.

The gross earnings and fees paid for the year are £445,025 (30/09/15: £238,220) and £110,972 (30/09/15: £58,680).

	30/09/16	30/09/15
	£000	£000
<b>Counterparties</b>		
Citigroup Global Markets (Europe)	4,644	572
Citigroup Global Markets (USD)	-	416
Credit Suisse Securities (Europe)	19,715	28
Deutsche Bank	12,494	14,823
HSBC Bank	8,532	2,625
ING Bank	15	626
JP Morgan Securities	17,223	8,469
Merrill Lynch International	5,292	46,367
Societe Generale	2,095	2,759
UBS	21,301	21,955
UBS Securities	-	543
Total securities on loan	<u>91,311</u>	<u>99,183</u>
	30/09/16	30/09/15
	£000	£000
<b>Collateral held</b>		
Bonds	40,619	20,121
Equities	57,895	36,489
Cash	50	47,965
Total collateral held	<u>98,564</u>	<u>104,575</u>

**14. Risk management policies, derivatives and other financial instruments**

A statement of the Fund's objective and the policy for achieving it has been included on page 95. The risks inherent in the Fund's investment portfolio are as follows:

*(a) Currency risk*

A portion of the Fund's financial assets and liabilities are invested overseas. As a result, movements in exchange rates may affect the Sterling value of the portfolio, cash and investment purchases and sales.

As at 30 September 2016, if the value of Sterling increased or decreased by 1% against all currencies, the resulting change in the net assets attributable to shareholders of the Fund would have been an increase or decrease of approximately £956,268 (30/09/15: £868,553).

As at 30 September the Fund had the following net currency exposure (excluding Sterling):

	Currency exposure 30/09/16	Currency exposure 30/09/15
	£000	£000
<b>Currency</b>		
Danish krone	371	-
Euro	27,104	18,744
Japanese yen	20,259	14,588
US dollar	47,893	53,523
Total	<u>95,627</u>	<u>86,855</u>

The Fund hedges the initial investment but not the subsequent gains/losses on the settling value of investments that are denominated in foreign currencies.

The ACD seeks to manage the portfolio exposure to currency movements by using forward currency contracts. The forward currency contracts are shown in the portfolio statement.

for the year ended 30 September 2016

(b) *Interest rate risk profile of financial assets and liabilities*

The Fund receives revenue from holdings in equities. The cashflow from these investments may fluctuate depending upon the particular decisions made by each company. Given that the Fund's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed.

The Fund's net cash holding of £46,891,977 (30/09/15: holding £53,960,319) is held in a floating rate deposit account whose interest rates are based on LIBOR or its international equivalent.

The Fund holds net cash at futures brokers of £8 (30/09/15: overdraft £2), whose rates are on based on LIBOR or its international equivalent.

The interest rate exposure for the Fund is not deemed to be significant and on that basis no sensitivity analysis is presented.

The Fund did not have any long term financial liabilities.

(c) *Derivatives and other financial instruments*

During the year, the ACD entered into derivative contracts on behalf of the Fund for the purpose of efficient portfolio management (EPM). EPM requires that the purpose of the derivative contract must be to achieve; a reduction of the risk, or a reduction of cost, or the generation of additional capital, or revenue for the Fund with an acceptably low level of risk. The ACD monitors the use of derivative contracts to ensure that the requirements of EPM are satisfied. All derivative contracts were traded on an eligible derivatives exchange.

Exposure to the various markets may be balanced through tactical asset allocation of futures contracts. Tactical asset allocation is a technique which allows the ACD to undertake a switch in the Fund's exposure by the use of derivatives rather than through the sale and purchase by the Fund of transferable securities.

Due to the use of derivatives, the percentage movements in the value of the Fund will be different from the percentage movements in the markets. At the year end, as the sensitivity analysis or value at risk are not significant, no additional disclosure has been shown.

Efficient portfolio management techniques	Value (£) 30/09/2016	Value (£) 30/09/2015
Gross revenues arising from efficient portfolio management techniques	445,025	238,220
Direct operational costs and fees incurred	(88,778)	(46,944)
Indirect operational costs and fees incurred	(22,194)	(11,736)
Net revenue generated for Fund during the annual accounting period	<u>334,053</u>	<u>179,540</u>
Underlying exposure obtained through EPM techniques	<u>-</u>	<u>-</u>

**Counterparties to financial derivative instruments and efficient portfolio management techniques as at 30 September 2016**

No uncollateralised counterparty exposure

Collateral	Value (£) 30/09/16	Value (£) 30/09/15
The type and amount of collateral received to reduce counterparty exposure:		
GBP Cash - Merrill Lynch	8	(2)

(d) *Liquidity risk*

All of the Fund's financial assets are considered to be readily realisable in accordance with the market practices of the exchange on which they are traded. In general, the Investment Adviser manages the Fund's cash to ensure it can meet its liabilities. Where investments cannot be realised in time to meet any potential liability, the Fund may borrow up to 10% of its value to ensure settlement.

All of the Fund's financial liabilities are payable on demand or in less than one year.

We do not consider these liquidity risks to be significant and therefore no numerical analysis is being presented.

for the year ended 30 September 2016

*(e) Market price risk and fair value of financial assets and liabilities*

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority COLL Sourcebook, which includes rules prohibiting a holding greater than 20% of assets in any one fund.

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance Sheet, and their fair values.

As at 30 September 2016, if the price of investments held by the Funds increased or decreased by 1%, the resulting change in net assets attributable to shareholders would have been an increase or decrease of approximately 1%; which for this Fund would equate to £9,896,134 (30/09/15: £10,948,481).

*(f) Credit risk*

The Fund enters into transactions in financial instruments which expose it to the risk that the counterparty will not deliver the investment (purchase) or cash (sale) after the Fund has fulfilled its obligations. The Fund only buys and sells financial instruments through parties that have been approved by the ACD as acceptable. These are reviewed on an ongoing basis.

**15. Portfolio transaction costs**

Analysis of total trade costs.

	Purchases		Sales	
	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000
Equities	689,756	248,679	898,362	371,863
Collective Investment Schemes	12,990	-	2,451	-
<b>Trades in the year before transaction costs</b>	<b>702,746</b>	<b>248,679</b>	<b>900,813</b>	<b>371,863</b>
<b>Commissions</b>				
Equities	393	279	(576)	(409)
Collective Investment Schemes	0	-	(4)	-
Futures	1	5	(1)	(5)
<b>Total commissions</b>	<b>394</b>	<b>284</b>	<b>(581)</b>	<b>(414)</b>
<b>Taxes</b>				
Equities	2,338	1,026	(3)	(2)
Collective Investment Schemes	0	-	0	-
<b>Total taxes</b>	<b>2,338</b>	<b>1,026</b>	<b>(3)</b>	<b>(2)</b>
<b>Total costs</b>	<b>2,732</b>	<b>1,310</b>	<b>(584)</b>	<b>(416)</b>
<b>Total net trades in the year after transaction costs</b>	<b>705,478</b>	<b>249,989</b>	<b>900,229</b>	<b>371,447</b>

Prior period comparatives have been updated to be in line with current year disclosure.

**Total transaction cost expressed as a percentage of asset class trades**

	Purchases		Sales	
	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %
<b>Commissions</b>				
Equities	0.06	0.11	0.06	0.11
Collective Investment Schemes	0.00	-	0.16	-
<b>Taxes</b>				
Equities	0.34	0.41	0.00	0.00
Collective Investment Schemes	0.00	-	0.00	-

for the year ended 30 September 2016

**Total transaction cost expressed as a percentage of average net asset value**

	01/10/15 to 30/09/16	01/11/14 to 30/09/15
	%	%
Commissions	0.08	0.05
Taxes	0.21	0.08
Total costs	<u>0.29</u>	<u>0.13</u>

Direct transaction costs are expenses incurred when buying and selling financial investments. In the case of equities and futures contracts, broker commissions and transfer taxes may be paid on each transaction. Other types of investments such as collective investment schemes have no separately identifiable transaction costs and these costs form part of the dealing spread. Transaction costs disclosed on collective investment schemes relate to non-equity investment instruments.

**Average portfolio dealing spread**

The average portfolio dealing spread at the balance sheet was 0.16% (30/09/15: 0.23%).

**16. Fair value**

Valuation technique	30/09/16		30/09/15	
	Assets	Liabilities	Assets	Liabilities
	£000	£000	£000	£000
Level 1	975,278	-	1,094,848	-
Level 2	14,335	-	-	-
Level 3	-	-	-	-
Total fair value	<u>989,613</u>	<u>-</u>	<u>1,094,848</u>	<u>-</u>

Level 1 - Quoted prices for identical instruments in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

Level 2 - Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investment schemes.

Level 3 - Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

The Fund has early adopted the FRS102 update made in March 2016.

# Multi-Manager UK Equity Focus Fund

## Distribution Tables

for the year ended 30 September 2016

### Distribution in pence per share

Group 1 Interim Shares purchased prior to 1 October 2015

Final Shares purchased prior to 1 April 2016

Group 2 Interim Shares purchased on or between 1 October 2015 and 31 March 2016

Final Shares purchased on or between 1 April 2016 and 30 September 2016

### Share Class A - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	0.6960	-	0.6960	0.5157
Final	2.0441	-	2.0441	1.5842
Group 2	(p)	(p)	(p)	(p)
Interim	0.4410	0.2550	0.6960	0.5157
Final	0.4289	1.6152	2.0441	1.5842

### Share Class B - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	0.8160	-	0.8160	0.6781
Final	1.6092	-	1.6092	1.3576
Group 2	(p)	(p)	(p)	(p)
Interim	0.4665	0.3495	0.8160	0.6781
Final	1.1526	0.4566	1.6092	1.3576

### Share Class P - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.3354	-	1.3354	1.0790
Final	2.5227	-	2.5227	2.1795
Group 2	(p)	(p)	(p)	(p)
Interim	0.9238	0.4116	1.3354	1.0790
Final	1.0630	1.4597	2.5227	2.1795

### Share Class Q - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.4154	-	1.4154	1.1471
Final	2.6058	-	2.6058	2.2656
Group 2	(p)	(p)	(p)	(p)
Interim	0.8596	0.5558	1.4154	1.1471
Final	1.2048	1.4010	2.6058	2.2656

## Distribution Tables

(continued)

for the year ended 30 September 2016

## Share Class X - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.6459	-	1.6459	1.3091
Final	2.9871	-	2.9871	2.5522
Group 2	(p)	(p)	(p)	(p)
Interim	1.3632	0.2827	1.6459	1.3091
Final	0.8991	2.0880	2.9871	2.5522

## Corporate shareholder information (unaudited) for all share classes

A shareholder liable to corporation tax receives this distribution, excluding equalisation, as follows:

Interim - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Interim - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Final - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Final - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Final - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.



# Multi-Manager UK Equity Growth Fund

## Investment Markets Overview

for the year ended 30 September 2016

### Investment Objective and Policy

The Fund's aim is to provide a combination of income and growth of capital by investing at least two-thirds of the Fund's total assets in shares and other equity instruments issued by companies domiciled in or carrying on a preponderant part of their business activities in the UK.

The Fund may also invest the remaining portion of its assets in other equities, in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, money market instruments, deposits and in collective investment schemes. The investments will be selected with a view to achieving the Fund's objective of providing a combination of income and growth of capital.

The assets of the Fund will at all times be managed by at least three managers.

### Synthetic Risk and Reward Indicator

There are several different ways of measuring risk. The table below uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

This is a separate measure to Scottish Widows' Investment Approaches (where we use our own methodology to take an overall look at funds' risks and aims and categorise our funds as Secure, Cautious, Balanced, Progressive, Adventurous or Specialist). You can read more about them at [www.scottishwidows.co.uk/investmentapproaches](http://www.scottishwidows.co.uk/investmentapproaches)

<p>The Fund is ranked at 5* because it has experienced medium to high levels of volatility over the past 5 years.</p> <p>*As disclosed in the key investor information document dated 15 November 2016.</p>	←			→			
	Typically lower rewards, lower risks			Typically higher rewards, higher risks			
	1	2	3	4	5	6	7

### Investment Review

Performance	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/13 to 31/10/14 %	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %
Multi-Manager UK Equity Growth Fund A Accumulation	6.60	0.33	5.74	20.96	17.44
UK All Companies Sector Average Return	11.69	2.73	5.12	22.70	17.65

Source: Lipper for Multi-Manager UK Equity Growth Fund and UK All Companies Sector Average Return (funds which invest at least 80% of their assets in UK equities which have a primary objective of achieving capital growth).

Basis: Revenue (net of tax) reinvested and net of expenses.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

The UK stock market rose over the period. After strong October and November performance, the index tracked lower in December as disappointment from Europe flowed into UK equities after the European Central Bank's changes to monetary policy underwhelmed markets. Meanwhile, a collapse in oil prices acted as a strong headwind to natural resource stocks. The first quarter of 2016 proved challenging as China's economic woes continued to wreak havoc and oil prices plunged to multi-year lows. This volatile environment, along with concerns about inflation and global growth, engendered a significant risk-off sentiment. Markets then slumped lower, as Britain unexpectedly voted to leave the EU, leading to Prime Minister Cameron's resignation. Bank of England Governor Carney attempted to reassure financial markets by opening the door to accommodative policy given deterioration in the economic outlook. Sterling echoed the equity market fall, slipping 11% to £1/\$1.32 on the day. However, the index partially rebounded towards the very end of the second quarter, driven by large cap stocks. After the EU referendum, an element of political certainty was provided by the installation of Theresa May as the new Prime Minister in July. This was followed in August by the expected Bank of England interest rate cut, the first in over seven years. The central bank also launched a £170 billion stimulus package in an effort to support the UK economy post-'Brexit'.

The Fund's underperformance can be attributed to poor stock selection within the financials and industrials sectors. Overweight exposure to the consumer discretionary sector detracted further value, whilst stock selection within the health care sector partially offset this negative effect.

In terms of underlying managers, our positions in Baillie Gifford and Jo Hambro outperformed since inception. However, Sanlam FOUR, Quality Income and Investec underperformed, thereby negatively impacting benchmark relative performance.

---

for the year ended 30 September 2016

While cycle dynamics are becoming gradually weaker, some areas of the market are now marginally cheap. Market uncertainty concerning the Brexit referendum result has put broad-based pressure on domestically focused small and midcaps. Despite the partial rebound, this still provides opportunities for selective bottom up stock pickers.

We continue to believe an exciting contrarian opportunity is available in the lowest priced areas of the market. The Fund's growth emphasis has been well rewarded in recent years, and we have moved the structure towards our strategic belief in value at the margin to benefit from this opportunity.

Aberdeen Investment Solutions Limited

October 2016

# Multi-Manager UK Equity Growth Fund

## Portfolio Statement

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>BASIC MATERIALS (3.82%*)</b>		<b>10,768</b>	<b>5.06</b>
<b>Chemicals</b>			
Elementis	155,084	334	0.16
Johnson Matthey	53,129	1,728	0.81
Victrex	23,056	357	0.17
<b>Forestry &amp; Paper</b>			
Mondi	48,946	792	0.37
<b>Industrial Metals &amp; Mining</b>			
Kenmare Resources	41,354	128	0.06
<b>Mining</b>			
Acacia Mining	91,407	465	0.22
Anglo American	216,636	2,106	0.99
Barrick Gold	20,342	281	0.13
BHP Billiton	49,502	575	0.27
Fresnillo	29,939	551	0.26
Glencore	174,255	370	0.17
Kinross Gold	38,321	125	0.06
Newmont Mining	12,636	381	0.18
Rio Tinto	99,489	2,575	1.21
<b>CONSUMER GOODS (15.05%*)</b>		<b>17,229</b>	<b>8.10</b>
<b>Automobiles &amp; Parts</b>			
GKN	142,836	455	0.21
<b>Beverages</b>			
Britvic	206,126	1,231	0.58
C&C	208,155	654	0.31
Diageo	151,594	3,356	1.58
Stock Spirits	313,933	496	0.23
<b>Household Goods &amp; Home Construction</b>			
Crest Nicholson	94,083	401	0.19
Manitowoc Foodservice	45,681	571	0.27
McBride	602,829	1,123	0.53
<b>Personal Goods</b>			
Avon Products	145,628	620	0.29
Burberry	63,490	873	0.41
SuperGroup	11,289	168	0.08
Unilever	58,255	2,110	0.99
<b>Tobacco</b>			
British American Tobacco	65,331	3,228	1.52
Imperial Tobacco	49,096	1,943	0.91
<b>CONSUMER SERVICES (16.99%*#)</b>		<b>38,213</b>	<b>17.96</b>
<b>Food &amp; Drug Retailers</b>			
J Sainsbury	231,510	557	0.26
Ocado	276,376	719	0.34
Tesco	1,190,544	2,125	1.00
WM Morrison Supermarkets	2,074,510	4,462	2.10

# Multi-Manager UK Equity Growth Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>General Retailers</b>			
ASOS	34,450	1,654	0.78
Best Buy	44,252	1,277	0.60
Carpetright	197,606	451	0.21
Halfords	69,564	239	0.11
Kingfisher	113,642	424	0.20
Majestic Wine	197,472	601	0.28
Marks & Spencer	734,598	2,329	1.09
N Brown	158,337	294	0.14
Next	16,752	792	0.37
Pets at Home	148,289	340	0.16
Saga	548,615	1,155	0.54
Signet Jewelers	13,857	782	0.37
<b>Media</b>			
Ascential	131,223	369	0.17
Auto Trader	499,536	2,009	0.94
Entertainment One	176,367	383	0.18
Informa	96,943	689	0.33
ITV	301,622	555	0.26
Moneysupermarket.com	133,696	400	0.19
Pearson	165,900	1,236	0.58
RELX	18,983	277	0.13
Rightmove	65,616	2,739	1.29
Sky	204,667	1,829	0.86
UBM	78,590	558	0.26
WPP	22,110	400	0.19
<b>Travel &amp; Leisure</b>			
Carnival	57,191	2,126	1.00
easyJet	49,085	496	0.23
Go-Ahead	48,209	971	0.46
Greene King	31,133	238	0.11
International Consolidated Airlines	53,690	209	0.10
JD Wetherspoon	93,443	871	0.41
Ladbrokes	417,404	580	0.27
National Express	327,146	1,116	0.53
Paddy Power Betfair	2,231	193	0.09
Restaurant	171,536	648	0.31
Thomas Cook	37,914	26	0.01
TUI	37,486	405	0.19
Whitbread	5,160	199	0.09
William Hill	164,180	490	0.23
<b>FINANCIALS (23.39%*)</b>		<b>45,218</b>	<b>21.25</b>
<b>Banks</b>			
Barclays	3,581,930	5,801	2.73
BGEO	10,828	313	0.15
Citigroup	41,738	1,474	0.69
HSBC	1,344,708	7,676	3.61
Lloyds Banking†	8,926,141	4,825	2.27
Royal Bank of Scotland	1,293,561	2,250	1.06
Standard Chartered	186,447	1,165	0.55

# Multi-Manager UK Equity Growth Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>Financial Services</b>			
3i	321,432	2,059	0.97
Ashmore	115,111	403	0.19
Brewin Dolphin	164,983	436	0.21
CMC Markets	213,395	424	0.20
Hargreaves Lansdown	130,822	1,635	0.77
ICAP	112,827	521	0.24
International Personal Finance	176,897	457	0.21
IP	235,430	398	0.19
John Laing	137,679	372	0.17
Jupiter Fund Management	221,544	935	0.44
Man	952,384	1,069	0.50
Numis	298,766	652	0.31
OneSavings Bank	146,516	367	0.17
PureTech Health	398,205	585	0.28
Rathbone Brothers	63,132	1,150	0.54
Schroders	58,338	1,152	0.54
Tullett Prebon	77,900	262	0.12
Tungsten	317,955	210	0.10
<b>Life Insurance</b>			
Aviva	489,583	2,115	0.99
Legal & General	140,292	302	0.14
Old Mutual	482,018	960	0.45
Prudential	53,805	730	0.34
<b>Nonlife Insurance</b>			
Admiral	30,362	625	0.29
Beazley	114,373	439	0.21
Lancashire	59,989	398	0.19
Novae	81,469	620	0.29
<b>Real Estate Investment &amp; Services</b>			
Helical Bar	49,528	135	0.06
Urban & Civic	322,362	709	0.33
<b>Real Estate Investment Trusts</b>			
British Land	81,734	510	0.24
Land Securities	68,184	708	0.33
NewRiver REIT	114,891	376	0.18
<b>HEALTH CARE (6.07%*)</b>		<b>15,651</b>	<b>7.35</b>
<b>Pharmaceuticals &amp; Biotechnology</b>			
Abcam	186,284	1,554	0.73
AstraZeneca	91,738	4,559	2.14
Genus	32,792	645	0.30
GlaxoSmithKline	475,376	7,775	3.65
Shire	22,338	1,118	0.53
<b>INDUSTRIALS (10.71%*#)</b>		<b>31,702</b>	<b>14.90</b>
<b>Aerospace &amp; Defense</b>			
Chemring	702,184	983	0.46
Meggitt	132,939	593	0.28
QinetiQ	1,214,138	2,824	1.33
Rolls-Royce	41,334	294	0.14

# Multi-Manager UK Equity Growth Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>Construction &amp; Materials</b>			
CRH	88,520	2,247	1.06
Keller	69,700	607	0.28
Kingspan	32,477	655	0.31
<b>Electronic &amp; Electrical Equipment</b>			
e2v technologies	319,589	749	0.35
Oxford Instruments	131,855	824	0.39
Renishaw	51,003	1,336	0.63
Spectris	37,533	733	0.34
TT electronics	697,957	1,000	0.47
<b>General Industrials</b>			
DS Smith	315,897	1,199	0.56
Smiths	55,641	808	0.38
<b>Industrial Engineering</b>			
Manitowoc	45,681	162	0.08
Severfield	620,710	357	0.17
Weir	44,013	735	0.35
<b>Industrial Transportation</b>			
BBA Aviation	407,591	1,011	0.48
<b>Support Services</b>			
AA	93,142	274	0.13
Acal	205,835	556	0.26
Aggreko	54,574	520	0.24
Capita	139,113	922	0.43
De La Rue	127,855	761	0.36
Electrocomponents	591,651	2,007	0.94
Equiniti	213,600	419	0.20
Experian	48,702	748	0.35
Grafton	516,029	2,520	1.18
Intertek	23,596	817	0.38
Mitie	117,524	222	0.10
PayPoint	25,534	259	0.12
Robert Walters	212,567	744	0.35
RPS	111,723	194	0.09
SIG	1,512,919	1,743	0.82
Smart Metering Systems	40,917	231	0.11
Travis Perkins	88,320	1,334	0.63
Worldpay	107,437	314	0.15
<b>OIL &amp; GAS (7.02%*)</b>		<b>19,125</b>	<b>8.99</b>
<b>Oil &amp; Gas Producers</b>			
BP	1,655,421	7,434	3.49
Providence Resources	1,857,434	172	0.08
Royal Dutch Shell 'B' Shares	479,129	9,611	4.52
Tullow Oil	89,292	216	0.10
<b>Oil Equipment, Services &amp; Distribution</b>			
AMEC	93,376	539	0.26
Cape	255,760	529	0.25
John Wood	67,052	513	0.24
Petrofac	12,438	111	0.05

# Multi-Manager UK Equity Growth Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>TECHNOLOGY (2.75%*)</b>		<b>4,966</b>	<b>2.33</b>
<b>Software &amp; Computer Services</b>			
AVEVA	76,245	1,510	0.71
Computacenter	28,483	199	0.09
Fidessa	13,008	309	0.15
First Derivatives	19,509	383	0.18
SDL	201,006	935	0.44
<b>Technology Hardware &amp; Equipment</b>			
Imagination Technologies	388,504	960	0.45
IQE	561,234	171	0.08
Laird	95,159	299	0.14
Telit Communications	74,420	200	0.09
<b>TELECOMMUNICATIONS (4.35%*)</b>		<b>8,378</b>	<b>3.94</b>
<b>Fixed Line Telecommunications</b>			
BT	828,547	3,170	1.49
KCOM	219,212	255	0.12
<b>Mobile Telecommunications</b>			
Inmarsat	75,657	522	0.25
Vodafone	2,011,240	4,431	2.08
<b>UTILITIES (1.83%*)</b>		<b>7,817</b>	<b>3.67</b>
<b>Electricity</b>			
Drax	489,306	1,498	0.70
SSE	83,109	1,297	0.61
<b>Gas, Water &amp; Multiutilities</b>			
Centrica	1,235,296	2,818	1.32
Pennon	67,265	600	0.28
Severn Trent	31,348	783	0.37
United Utilities	82,253	821	0.39
<b>DERIVATIVES (-0.07%*)</b>		<b>270</b>	<b>0.12</b>
<b>Futures Contracts</b>			
FTSE 100 Index Futures December 2016	305	263	0.12
FTSE 250 Index Futures December 2016	(185)	7	0.00
<b>Portfolio of investments</b>		<b>199,337</b>	<b>93.67</b>
<b>Net other assets</b>		<b>13,479</b>	<b>6.33</b>
<b>Total net assets</b>		<b>212,816</b>	<b>100.00</b>

Equity investment instruments are quoted on a listed securities market, unless otherwise stated. Derivative contracts can be exchange traded on a regulated market or over the counter (OTC).

\*Comparative figures shown in brackets relate to 30 September 2015.

†This investment is a related party (see note 10).

#Since the previous report classification headings have been updated by data providers. Comparative figures have been updated where appropriate.

## Multi-Manager UK Equity Growth Fund

### Material Portfolio Changes

---

for the year ended 30 September 2016

	Cost £000		Proceeds £000
<b>Major purchases</b>		<b>Major sales</b>	
FTSE 100 Index Futures September 2016	45,217	FTSE 100 Index Futures September 2016	45,032
FTSE 100 Index Futures December 2016	33,851	FTSE 100 Index Futures March 2016	26,842
FTSE 100 Index Futures March 2016	26,600	FTSE 100 Index Futures December 2015	21,622
Royal Dutch Shell 'B' Shares	20,140	FTSE 100 Index Futures June 2016	18,385
GlaxoSmithKline	19,988	Royal Dutch Shell 'B' Shares	18,270
BP	18,502	GlaxoSmithKline	17,573
FTSE 100 Index Futures June 2016	18,334	BP	16,551
HSBC	15,344	British American Tobacco	14,092
FTSE 250 Index Futures September 2016	13,532	FTSE 100 Index Futures December 2016	13,515
Lloyds Banking†	10,733	HSBC	13,338

Purchases and sales of Futures have been included at the value of their exposure.

†This investment is a related party (see note 10).



# Multi-Manager UK Equity Growth Fund

## Comparative Tables

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class A - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	184.95	184.20	174.12
Return before operating charges*	15.60	4.31	13.45
Operating charges	(3.41)	(3.56)	(3.37)
Return after operating charges*	12.19	0.75	10.08
Distributions	(3.28)	(2.43)	(2.19)
Retained distributions on accumulation shares	3.28	2.43	2.19
Closing net asset value per share	197.14	184.95	184.20
*after direct transaction costs of:~	0.92	0.11	0.28
<b>Performance</b>			
Return after charges^	6.59%	0.41%	5.79%
<b>Other information</b>			
Closing net asset value (£'000)	191,630	205,152	210,241
Closing number of shares	97,204,784	110,920,273	114,135,804
Operating charges#	1.83%	1.82%	1.82%
Direct transaction costs~	0.49%	0.05%	0.15%
<b>Prices</b>			
Highest share price	200.80	210.00	194.00
Lowest share price	164.20	178.20	171.00

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

^The return after charges figure is calculated as the return after operating charges per share divided by the opening net asset value per share. This is different to the performance return stated in the Investment Market Review which is sourced from Lipper and based on daily published prices.

From 1 November 2014 within the A share class the ACD fee changed from 1.70% to 1.25%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Growth Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class B - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	104.48	103.39	100.00
Return before operating charges*	8.90	2.21	4.45
Operating charges	(1.09)	(1.12)	(1.06)
Return after operating charges*	7.81	1.09	3.39
Distributions	(2.73)	(2.15)	(0.53)
Retained distributions on accumulation shares	2.73	2.15	0.53
Return to shareholder as a result of class redemption**	-	-	(103.39)
Closing net asset value per share	112.29	104.48	-
*after direct transaction costs of:~	0.52	0.06	0.19
<b>Performance</b>			
Return after charges	7.48%	1.05%	3.39%
<b>Other information</b>			
Closing net asset value (£'000)	15	2	-
Closing number of shares	13,514	1,695	-
Operating charges#	1.03%	1.04%	1.02%
Direct transaction costs~	0.49%	0.05%	0.19%
<b>Prices</b>			
Highest share price	114.30	118.30	108.70
Lowest share price	93.03	100.00	95.85

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

\*\*Due to the ACD transfer, SWIP Fund Management Limited redeemed its holdings on 31 October 2014 and Scottish Widows Unit Trust Managers Limited on 1 November 2014 and Scottish Widows Unit Trust Managers Limited subscribed on the 1st November 2014.

Share class B Accumulation was launched 11 December 2013.

From 1 November 2014 within the B share class the ACD fee changed from 0.90% to 0.45%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Growth Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class B - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	134.11	135.32	129.45
Return before operating charges*	11.26	3.10	10.11
Operating charges	(1.39)	(1.47)	(1.41)
Return after operating charges*	9.87	1.63	8.70
Distributions	(3.45)	(2.84)	(2.83)
Closing net asset value per share	140.53	134.11	135.32
*after direct transaction costs of:~	0.66	0.08	0.21
<b>Performance</b>			
Return after charges	7.36%	1.20%	6.72%
<b>Other information</b>			
Closing net asset value (£'000)	4,011	4,091	4,345
Closing number of shares	2,853,954	3,050,384	3,210,753
Operating charges#	1.03%	1.02%	1.02%
Direct transaction costs~	0.49%	0.05%	0.15%
<b>Prices</b>			
Highest share price	145.10	153.80	144.20
Lowest share price	119.40	131.00	127.20

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the B share class the ACD fee changed from 0.90% to 0.45%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Growth Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class P - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	157.52	159.08	149.95
Return before operating charges*	13.25	3.43	11.97
Operating charges	(1.26)	(1.37)	(1.57)
Return after operating charges*	11.99	2.06	10.40
Distributions	(4.42)	(3.62)	(1.27)
Return to shareholder as a result of class redemption**	-	-	(159.08)
Closing net asset value per share	165.09	157.52	-
*after direct transaction costs of:~	0.78	0.09	0.25
<b>Performance</b>			
Return after charges	7.61%	1.29%	6.94%
<b>Other information</b>			
Closing net asset value (£'000)	2	2	-
Closing number of shares	1,257	1,257	-
Operating charges#	0.80%	0.81%	0.94%
Direct transaction costs~	0.49%	0.05%	0.15%
<b>Prices</b>			
Highest share price	170.60	180.80	167.20
Lowest share price	140.40	154.00	147.50

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

\*\*Due to the ACD transfer, SWIP Fund Management Limited redeemed its holdings on 31 October 2014 and Scottish Widows Unit Trust Managers Limited on 1 November 2014 and Scottish Widows Unit Trust Managers Limited subscribed on the 1st November 2014.

From 1 November 2014 within the P share class the ACD fee changed from 0.65% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Growth Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class Q - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	155.33	156.75	149.95
Return before operating charges*	13.08	3.52	11.36
Operating charges	(1.07)	(1.12)	(1.03)
Return after operating charges*	12.01	2.40	10.33
Distributions	(4.55)	(3.82)	(3.53)
Closing net asset value per share	162.79	155.33	156.75
*after direct transaction costs of:~	0.77	0.09	0.22
<b>Performance</b>			
Return after charges	7.73%	1.53%	6.89%
<b>Other information</b>			
Closing net asset value (£'000)	1,522	2,570	2,685
Closing number of shares	935,329	1,654,777	1,713,170
Operating charges#	0.68%	0.67%	0.70%
Direct transaction costs~	0.49%	0.05%	0.15%
<b>Prices</b>			
Highest share price	168.30	178.30	167.20
Lowest share price	138.50	151.90	147.50

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the Q share class the ACD fee changed from 0.65% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Growth Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class X - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	178.83	176.07	164.19
Return before operating charges*	15.23	3.83	12.88
Operating charges	(1.05)	(1.07)	(1.00)
Return after operating charges*	14.18	2.76	11.88
Distributions	(5.46)	(4.49)	(4.47)
Retained distributions on accumulation shares	5.46	4.49	4.47
Closing net asset value per share	193.01	178.83	176.07
*after direct transaction costs of:~	0.89	0.10	0.27
<b>Performance</b>			
Return after charges	7.93%	1.57%	7.24%
<b>Other information</b>			
Closing net asset value (£'000)	15,636	15,637	15,478
Closing number of shares	8,101,062	8,744,551	8,790,471
Operating charges#	0.58%	0.57%	0.57%
Direct transaction costs~	0.49%	0.05%	0.15%
<b>Prices</b>			
Highest share price	196.40	202.20	185.10
Lowest share price	159.50	170.60	162.40

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the X share class the ACD fee changed from 0.45% to 0.00%.

Prices for share class X are not published as this is an internal share class.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

## Multi-Manager UK Equity Growth Fund

### Statement of Total Return

for the year ended 30 September 2016

	Notes	01/10/15 to 30/09/16		01/11/14 to 30/09/15	
		£000	£000	£000	£000
Income					
Net capital gains/(losses)	2		9,436		(1,219)
Revenue	3	7,928		7,053	
Expenses	4	(3,796)		(3,799)	
Interest payable and similar charges		-		-	
Net revenue before taxation		4,132		3,254	
Taxation	5	8		1	
Net revenue after taxation			4,140		3,255
<b>Total return before distributions</b>			<b>13,576</b>		<b>2,036</b>
Distributions	6		(4,140)		(3,255)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>9,436</b>		<b>(1,219)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 September 2016

	01/10/15 to 30/09/16		Restated 01/11/14 to 30/09/15	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		<b>227,454</b>		<b>232,749</b>
Amounts receivable on creation of shares*	12,452		11,394	
Less: Amounts payable on cancellation of shares*	(40,435)		(18,624)	
		(27,983)		(7,230)
Dilution adjustment*		128		48
Change in net assets attributable to shareholders from investment activities		9,436		(1,219)
Retained distributions on accumulation shares		3,781		3,105
Unclaimed distributions		-		1
<b>Closing net assets attributable to shareholders</b>		<b>212,816</b>		<b>227,454</b>

\*Prior period figures have been restated as a result of the 2014 IMA SORP, please see note 1 of the financial statements on page 135.

Notes to the Financial Statements are on pages 135 to 142.

# Multi-Manager UK Equity Growth Fund

## Balance Sheet

as at 30 September 2016

	Notes	30/09/16 £000	30/09/15 £000
<b>Assets</b>			
<b>Fixed assets</b>			
Investments		<u>199,337</u>	<u>209,220</u>
<b>Current assets</b>			
Debtors	7	611	400
Cash and bank balances	8	<u>13,746</u>	<u>18,645</u>
<b>Total assets</b>		<u><b>213,694</b></u>	<u><b>228,265</b></u>
<b>Liabilities</b>			
Investment liabilities		<u>-</u>	<u>(169)</u>
<b>Creditors</b>			
Distribution payable		(81)	(92)
Other creditors	9	<u>(797)</u>	<u>(550)</u>
<b>Total liabilities</b>		<u><b>(878)</b></u>	<u><b>(811)</b></u>
<b>Net assets attributable to shareholders</b>		<u><b>212,816</b></u>	<u><b>227,454</b></u>

*Notes to the Financial Statements are on pages 135 to 142.*



# Multi-Manager UK Equity Growth Fund

## Notes to the Financial Statements

for the year ended 30 September 2016

### 1. Accounting basis and distribution policies

The financial statements have been prepared in accordance with the accounting policies set out on pages 8 to 10.

As noted on page 8, during the year the fund has adopted FRS 102 and the 2014 SORP. As a result there are some presentational changes to classification of items in the financial statements. The following presentational changes are considered to be minimal and have no impact on the total return or net asset value in either the current or prior accounting year. In the 'Statement of change in net assets attributable to shareholders' 'Dilution adjustments' are now disclosed as a separate line item.

'Dilution adjustments' totalling £127,573 (30/09/15: £42,735) have been reclassified from 'Amounts receivable on creation of shares' of £68,312 (30/09/15: £30,073) and 'Amounts payable on cancellation of shares' of £59,261 (30/09/15: £12,662).

### 2. Net capital gains/(losses)

The net capital gains/(losses) during the year comprise:

	01/10/15 to 30/09/16	01/11/14 to 30/09/15
	£000	£000
Non-derivative securities	9,704	(833)
Future contracts	(239)	(379)
Currency losses	(6)	(1)
Transaction charges	(30)	(6)
Dealing cost reimbursement	6	-
Breach compensation~	1	-
Net capital gains/(losses)	9,436	(1,219)

~Monies received from Aberdeen Investment Solutions Limited to compensate the Fund.

### 3. Revenue

	01/10/15 to 30/09/16	01/11/14 to 30/09/15
	£000	£000
UK dividends	7,395	6,409
Overseas non-taxable revenue	393	458
Property revenue from UK REITs - PID	54	66
Property revenue from UK REITs - non PID	18	33
Bank interest	7	37
Fokus Bank interest	12	1
Stock lending revenue	49	49
Total revenue	7,928	7,053

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## 4. Expenses

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>Payable to the ACD, associates of the ACD, and agents of either of them:</b>		
ACD's periodic charge	2,533	2,538
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them:</b>		
Depositary's fees	22	19
Safe custody fees	2	2
	<u>24</u>	<u>21</u>
<b>Other expenses:</b>		
Sub-advisers' fees	1,002	1,004
Audit fee	10	9
Registration fees	222	223
Expense capping adjustment‡	(2)	(3)
Fees paid to PwC for non-audit services*	7	7
	<u>1,239</u>	<u>1,240</u>
Total expenses	<u>3,796</u>	<u>3,799</u>

Expenses include irrecoverable VAT where applicable.

\*Fees paid during the current year and prior period are in relation to Fokus Bank tax reclaims.

‡From 25 July 2014 within the Q share class no registration fee will be deducted and this will be borne by the ACD.

## 5. Taxation

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>(a) Analysis of charge in year:</b>		
Irrecoverable overseas tax	(8)	(1)
<b>(b) Factors affecting total tax charge for the year:</b>		
The tax assessed for the year is lower than (2015: lower than) the standard rate of corporation tax in the UK for an Open-Ended Investment Company of 20% (2015: 20%). The differences are explained below:		
Net revenue before taxation	4,132	3,254
Corporation tax of 20% (2015: 20%)	826	651
<b>Effects of:</b>		
Franked UK income*	(1,479)	(1,282)
Overseas non-taxable revenue*	(79)	(92)
Movement in excess management expenses	735	730
Irrecoverable overseas tax	(8)	(1)
Property revenue from UK REITs - non PID*	(3)	(7)
Total tax charge for year (note 5a)	<u>(8)</u>	<u>(1)</u>

\*As an authorised OEIC these items are not subject to corporation tax.

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

## (c) Deferred taxation:

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior period.

## (d) Factors that may affect future tax charges:

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £9,217,825 (30/09/15: £8,483,061) relating to surplus management expenses. No deferred tax asset has been recognised in either year as it was considered unlikely the Fund would generate sufficient taxable profits in the future to utilise these amounts.

for the year ended 30 September 2016

**6. Distributions**

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprises:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Interim	1,667	1,145
Final	2,267	2,110
	<u>3,934</u>	<u>3,255</u>
Add: Revenue deducted on cancellation of shares	274	89
Deduct: Revenue received on creation of shares	(68)	(89)
Net distributions for the year	<u><u>4,140</u></u>	<u><u>3,255</u></u>

*Details of the distribution per share is set out in the Distribution Tables on pages 143 to 144.*

**7. Debtors**

	30/09/16 £000	30/09/15 £000
Sales awaiting settlement	146	-
Accrued revenue	464	400
Overseas tax recoverable	1	-
Total debtors	<u><u>611</u></u>	<u><u>400</u></u>

**8. Cash and bank balances**

	30/09/16 £000	30/09/15 £000
Cash and bank balances	12,267	17,394
Amounts held at futures clearing houses and brokers	1,479	1,251
Total cash and bank balances	<u><u>13,746</u></u>	<u><u>18,645</u></u>

**9. Other creditors**

	30/09/16 £000	30/09/15 £000
Purchases awaiting settlement	142	-
Amounts payable for cancellation of shares	151	27
Accrued expenses	504	523
Total other creditors	<u><u>797</u></u>	<u><u>550</u></u>

**10. Related party transactions**

Scottish Widows Unit Trust Managers Limited, ("the ACD") is a related party and is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. Lloyds Banking Group, as the parent company of the ACD is the ultimate controlling party of the Fund. As such any member company of Lloyds Banking Group is also a related party.

Scottish Widows Unit Trust Managers Limited act as principal on all the transactions of shares in the Fund. The aggregate monies received through sales and repurchases of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Scottish Widows Unit Trust Managers Limited in respect of share transactions at the year end are included in the Balance Sheet.

Amounts paid to Scottish Widows Unit Trust Managers Limited in respect of ACD fees are disclosed in note 4, with £206,400 (30/09/15: £216,245) due at the year end.

The Fund has a related party holding of 8,926,141 shares (30/09/15: 4,578,218 shares) and value of £4,825,472 (30/09/15: £3,445,567) held at the year end within the Lloyds Banking Group.

Revenue disclosed in note 3 includes amounts received from Lloyds Banking Group investments. The total revenue received amounts to £225,982 (30/09/15: £64,100).

*Shares held by associates of the ACD*

On 30 September 2016, shares held as a percentage of the Fund's value were:

	30/09/16 %	30/09/15 %
ACD and associates of the ACD	66.76	65.28

for the year ended 30 September 2016

**11. Share classes**

The Fund has five share classes in issue.

The ACD's periodic charge on each share class is as follows:

	%
Share Class A - Accumulation:	1.25
Share Class B - Accumulation:	0.45
Share Class B - Income:	0.45
Share Class P - Income:	0.20
Share Class Q - Income:	0.20
Share Class X - Accumulation:	-

The net asset value of each share class, the net asset value per share and the number of shares in each class are given in the Comparative Table on pages 127 to 132.

The distributions per share class are given in the Distribution Tables on pages 143 to 144.

**Reconciliation of the shares movement in the year:**

	01/10/15			30/09/16	
	Opening shares in issue	Creations	Cancellations	Shares converted*	Closing shares in issue
Share Class A - Accumulation	110,920,273	5,938,466	(19,647,667)	(6,288)	97,204,784
Share Class B - Accumulation	1,695	720	-	11,099	13,514
Share Class B - Income	3,050,384	551,783	(748,213)	-	2,853,954
Share Class P - Income	1,257	-	-	-	1,257
Share Class Q - Income	1,654,777	-	(719,448)	-	935,329
Share Class X - Accumulation	8,744,551	604,853	(1,248,342)	-	8,101,062
Total	<u>124,372,937</u>	<u>7,095,822</u>	<u>(22,363,670)</u>	<u>4,811</u>	<u>109,109,900</u>

\*Share conversions during the year relate to the restructure of a large client portfolio from an institutional share class to a retail share class.

**12. Capital commitments and contingent liabilities**

On 30 September 2016, the Fund had no capital commitments (30/09/15: £nil) and no contingent liabilities (30/09/15: £nil).

**13. Securities on loan**

The aggregate value of securities on loan at 30 September 2016 is £13,961,095 (30/09/2015: £nil). The identities of the counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 30 September 2016 is £15,052,193 (30/09/2015: £nil). This collateral is listed in the collateral held table below.

The gross earnings and fees paid for the year are £65,171 (30/09/15: £65,772) and £16,189 (30/09/15: £16,322).

	30/09/16	30/09/15
	£000	£000
<b>Counterparties</b>		
Citigroup Global Markets (Europe)	833	-
Credit Suisse Securities (Europe)	1,173	-
Deutsche Bank	3,796	-
HSBC Bank	1,093	-
ING Bank	605	-
JP Morgan Securities	1,313	-
Merrill Lynch International	670	-
Societe Generale	70	-
UBS	4,408	-
Total securities on loan	<u>13,961</u>	<u>-</u>

for the year ended 30 September 2016

	30/09/16	30/09/15
<b>Collateral held</b>	<b>£000</b>	<b>£000</b>
Bonds	5,669	-
Equities	9,375	-
Cash	8	-
Total collateral held	15,052	-

**14. Risk management policies, derivatives and other financial instruments**

A statement of the Fund's objective and the policy for achieving it has been included on page 119. The risks inherent in the Fund's investment portfolio are as follows:

*(a) Currency risk*

A portion of the Fund's financial assets and liabilities are invested overseas. As a result, movements in exchange rates may affect the Sterling value of the portfolio, cash and investment purchases and sales.

As at 30 September 2016, if the value of Sterling increased or decreased by 1% against all currencies, the resulting change in the net assets attributable to shareholders of the Fund would have been an increase or decrease of approximately £70,858 (30/09/15: £5,379).

As at 30 September the Fund had the following net currency exposure (excluding Sterling):

	Currency exposure 30/09/16	Currency exposure 30/09/15
<b>Currency</b>	<b>£000</b>	<b>£000</b>
Canadian dollar	409	-
Euro	1,381	516
US dollar	5,296	22
Total	7,086	538

The Fund hedges the initial investment but not the subsequent gains/losses on the settling value of investments that are denominated in foreign currencies.

*(b) Interest rate risk profile of financial assets and liabilities*

The Fund receives revenue from holdings in equities. The cashflow from these investments may fluctuate depending upon the particular decisions made by each company. Given that the Fund's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed.

The Fund's net cash holding of £12,267,070 (30/09/15: holding £17,393,935) is held in a floating rate deposit account whose interest rates are based on LIBOR or its international equivalent.

The Fund holds net cash at futures brokers of £1,478,664 (30/09/15: cash £1,250,476), whose rates are on based on LIBOR or its international equivalent.

The interest rate exposure for the Fund is not deemed to be significant and on that basis no sensitivity analysis is presented.

The Fund did not have any long term financial liabilities.

*(c) Derivatives and other financial instruments*

During the year, the ACD entered into derivative contracts on behalf of the Fund for the purpose of efficient portfolio management (EPM). EPM requires that the purpose of the derivative contract must be to achieve; a reduction of the risk, or a reduction of cost, or the generation of additional capital, or revenue for the Fund with an acceptably low level of risk. The ACD monitors the use of derivative contracts to ensure that the requirements of EPM are satisfied. All derivative contracts were traded on an eligible derivatives exchange.

Exposure to the various markets may be balanced through tactical asset allocation of futures contracts. Tactical asset allocation is a technique which allows the ACD to undertake a switch in the Fund's exposure by the use of derivatives rather than through the sale and purchase by the Fund of transferable securities.

Due to the use of derivatives, the percentage movements in the value of the Fund will be different from the percentage movements in the markets. At the year end, as the sensitivity analysis or value at risk are not significant, no additional disclosure has been shown.

# Multi-Manager UK Equity Growth Fund

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

<b>Financial derivative instrument exposure - fair value</b>	<b>Value (£)</b>	<b>Value (£)</b>
	<b>30/09/16</b>	<b>30/09/15</b>
Exchange traded derivatives	269,780	-
Total Financial derivative instrument exposure	<b>269,780</b>	<b>-</b>

<b>Financial derivative instrument exposure - notional</b>	<b>Value (£)</b>	<b>Value (£)</b>
	<b>30/09/16</b>	<b>30/09/15</b>
Exchange traded derivatives	27,328,480	17,849,700
Total Financial derivative instrument exposure	<b>27,328,480</b>	<b>17,849,700</b>

The financial derivative instruments exposure represents the value of what is "economically commanded" by the instrument and is calculated as the sum of the notional value of the instrument, i.e. the number of contracts multiplied by the relevant index or spot price.

<b>Efficient portfolio management techniques</b>	<b>Value (£)</b>	<b>Value (£)</b>
	<b>30/09/2016</b>	<b>30/09/2015</b>
Gross revenues arising from efficient portfolio management techniques	65,171	65,772
Direct operational costs and fees incurred	(12,951)	(13,058)
Indirect operational costs and fees incurred	(3,238)	(3,264)
Net revenue generated for Fund during the annual accounting period	<b>48,982</b>	<b>49,450</b>

Underlying exposure obtained through EPM techniques	<b>27,328,480</b>	<b>17,849,700</b>
---	-------------------	-------------------

<b>Counterparties to financial derivative instruments and efficient portfolio management techniques</b>	<b>Value (£)</b>	<b>Value (£)</b>
	<b>30/09/16</b>	<b>30/09/15</b>
Morgan Stanley - Futures contracts	269,780	(168,748)
Total uncollateralised counterparty exposure	<b>269,780</b>	<b>(168,748)</b>

The counterparty exposure represents the amount that the Fund could lose if the counterparty defaulted. This is calculated as the unrealised profit on the trade. It is therefore a different amount to the value of the sum of the notionals.

<b>Collateral</b>	<b>Value (£)</b>	<b>Value (£)</b>
	<b>30/09/16</b>	<b>30/09/15</b>

The type and amount of collateral received to reduce counterparty exposure:

GBP Cash - Morgan Stanley	1,478,664	1,250,476
---------------------------	-----------	-----------

(d) *Liquidity risk*

All of the Fund's financial assets are considered to be readily realisable in accordance with the market practices of the exchange on which they are traded. In general, the Investment Adviser manages the Fund's cash to ensure it can meet its liabilities. Where investments cannot be realised in time to meet any potential liability, the Fund may borrow up to 10% of its value to ensure settlement.

All of the Fund's financial liabilities are payable on demand or in less than one year.

We do not consider these liquidity risks to be significant and therefore no numerical analysis is being presented.

for the year ended 30 September 2016

*(e) Market price risk and fair value of financial assets and liabilities*

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority COLL Sourcebook, which includes rules prohibiting a holding greater than 20% of assets in any one fund.

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance Sheet, and their fair values.

As at 30 September 2016, if the price of investments held by the Funds increased or decreased by 1%, the resulting change in net assets attributable to shareholders would have been an increase or decrease of approximately 1%; which for this Fund would equate to £1,993,370 (30/09/15: £2,090,512).

*(f) Credit risk*

The Fund enters into transactions in financial instruments which expose it to the risk that the counterparty will not deliver the investment (purchase) or cash (sale) after the Fund has fulfilled its obligations. The Fund only buys and sells financial instruments through parties that have been approved by the ACD as acceptable. These are reviewed on an ongoing basis.

**15. Portfolio transaction costs**

Analysis of total trade costs.

	Purchases		Sales	
	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000
Equities	468,103	27,097	488,282	31,007
<b>Commissions</b>				
Equities	129	31	(146)	(40)
Futures	4	3	(5)	(3)
Total commissions	133	34	(151)	(43)
<b>Taxes</b>				
Equities	878	91	(1)	0
Total taxes	878	91	(1)	-
Total costs	1,011	125	(152)	(43)
<b>Total net trades in the year after transaction costs</b>	<b>469,114</b>	<b>27,222</b>	<b>488,130</b>	<b>30,964</b>

Prior period comparatives have been updated to be in line with current year disclosure.

**Total transaction cost expressed as a percentage of asset class trades**

	Purchases		Sales	
	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %
<b>Commissions</b>				
Equities	0.03	0.11	0.03	0.13
<b>Taxes</b>				
Equities	0.19	0.34	0.00	0.00

for the year ended 30 September 2016

**Total transaction cost expressed as a percentage of average net asset value**

	01/10/15 to 30/09/16	01/11/14 to 30/09/15
	%	%
Commissions	0.12	0.03
Taxes	0.40	0.04
Total costs	<u>0.52</u>	<u>0.07</u>

Direct transaction costs are expenses incurred when buying and selling financial investments. In the case of equities and futures contracts, broker commissions and transfer taxes may be paid on each transaction.

**Average portfolio dealing spread**

The average portfolio dealing spread at the balance sheet was 0.09% (30/09/15: 0.15%).

**16. Fair value**

Valuation technique	30/09/16		30/09/15	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	199,337	-	209,220	(169)
Level 2	-	-	-	-
Level 3	-	-	-	-
Total fair value	<u>199,337</u>	<u>-</u>	<u>209,220</u>	<u>(169)</u>

Level 1 - Quoted prices for identical instruments in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

Level 2 - Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investment schemes.

Level 3 - Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

The Fund has early adopted the FRS102 update made in March 2016.



# Multi-Manager UK Equity Growth Fund

## Distribution Tables

for the year ended 30 September 2016

### Distribution in pence per share

Group 1 Interim Shares purchased prior to 1 October 2015

Final Shares purchased prior to 1 April 2016

Group 2 Interim Shares purchased on or between 1 October 2015 and 31 March 2016

Final Shares purchased on or between 1 April 2016 and 30 September 2016

### Share Class A - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.2866	-	1.2866	0.8255
Final	1.9911	-	1.9911	1.6019
Group 2	(p)	(p)	(p)	(p)
Interim	0.9157	0.3709	1.2866	0.8255
Final	0.7181	1.2730	1.9911	1.6019

### Share Class B - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.1674	-	1.1674	0.7926
Final	1.5643	-	1.5643	1.3551
Group 2	(p)	(p)	(p)	(p)
Interim	1.1674	-	1.1674	0.7926
Final	0.8143	0.7500	1.5643	1.3551

### Share Class B - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.4672	-	1.4672	1.0741
Final	1.9824	-	1.9824	1.7610
Group 2	(p)	(p)	(p)	(p)
Interim	0.9300	0.5372	1.4672	1.0741
Final	0.4698	1.5126	1.9824	1.7610

### Share Class P - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.9101	-	1.9101	1.3906
Final	2.5123	-	2.5123	2.2322
Group 2	(p)	(p)	(p)	(p)
Interim	-	-	-	-
Final	-	-	-	-

# Multi-Manager UK Equity Growth Fund

## Distribution Tables

(continued)

for the year ended 30 September 2016

### Share Class Q - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	1.9710	-	1.9710	1.4822
Final	2.5751	-	2.5751	2.3390
Group 2	(p)	(p)	(p)	(p)
Interim	-	-	-	-
Final	-	-	-	-

### Share Class X - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
Interim	2.3585	-	2.3585	1.7412
Final	3.0970	-	3.0970	2.7486
Group 2	(p)	(p)	(p)	(p)
Interim	1.4684	0.8901	2.3585	1.7412
Final	0.7860	2.3110	3.0970	2.7486

### Corporate shareholder information (unaudited) for all share classes

A shareholder liable to corporation tax receives this distribution, excluding equalisation, as follows:

Interim - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Interim - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Final - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Final - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Final - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

# Multi-Manager UK Equity Income Fund

## Investment Markets Overview

for the year ended 30 September 2016

### Investment Objective and Policy

The Fund's aim is to provide an income by investing at least two-thirds of the Fund's total assets in shares and other equity instruments issued by companies domiciled in or carrying on a preponderant part of their business activities in the UK.

The Fund may also invest the remaining portion of its assets in other equities, in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, money market instruments, deposits and in collective investment schemes. The investments will be selected with a view to achieving the Fund's objective of providing an income above the average for UK equity funds such as by investing in shares and other equity instruments with a high dividend paying ratio and longer-term capital growth.

The assets of the Fund will at all times be managed by at least three managers.

### Synthetic Risk and Reward Indicator

There are several different ways of measuring risk. The table below uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

This is a separate measure to Scottish Widows' Investment Approaches (where we use our own methodology to take an overall look at funds' risks and aims and categorise our funds as Secure, Cautious, Balanced, Progressive, Adventurous or Specialist). You can read more about them at [www.scottishwidows.co.uk/investmentapproaches](http://www.scottishwidows.co.uk/investmentapproaches)

The Fund is ranked at 5* because it has experienced medium to high levels of volatility over the past 5 years.  *As disclosed in the key investor information document dated 27 June 2016.	Typically lower rewards, lower risks			Typically higher rewards, higher risks			
	←				→		
	1	2	3	4	5	6	7

### Investment Review

Performance	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/13 to 31/10/14 %	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %
Multi-Manager UK Equity Income Fund A Accumulation	13.02	1.78	8.22	16.11	16.76
UK Equity Income Sector Average Return	10.66	3.75	6.98	20.94	17.39

Source: Lipper for Multi-Manager UK Equity Income Fund and UK Equity Income Sector Average Return (funds which invest at least 80% of their assets in UK equities and which intend to achieve a historic yield on the distributable income in excess of 110% of the FTSE All-Share yield at the fund's year end).

Basis: Revenue (net of tax) reinvested and net of expenses.

Past performance is not a reliable indicator of future results. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

The UK stock market performed well over the year, producing a return of around 16%. Most of these gains were delivered in the last three months of the reporting period. Towards the end of 2015 and at the start of 2016, UK share prices were held back by concerns about the Chinese economy and the collapse in energy and commodity prices. This had a particularly significant influence on the UK market because of the large number of oil and mining companies that are listed in the UK.

However, despite an intense bout of volatility following the vote to leave the European Union in June, the market has rebounded strongly. In part, this was a result of the Bank of England's economic stimulus measures, which were intended to instil confidence in the economy following the 'Brexit' vote.

The market's gains were also a consequence of the fall in the value of the pound, which declined by around 20% against the US dollar. Many of Britain's largest companies make the majority of their profits in overseas currencies. The post-Brexit collapse in the pound increases the value of these profits in sterling terms.

Recent economic data has proved relatively strong. For example, a fall in the number of benefit claimants between June and July meant that unemployment remained at an 11-year low. However, economic surveys of business sentiment have fallen since the referendum. There are also growing worries about the housing market after the Royal Institute of Chartered Surveyors reported slowing housing-market activity in the wake of the Brexit vote.

The Fund's relative lack of exposure to larger companies had a negative effect on relative returns, especially since the vote to leave the EU. The subsequent fall in the value of the pound has provided a significant boost to multi-national companies with large amounts of non-sterling revenues.

**Investment Markets Overview**

(continued)

for the year ended 30 September 2016

In terms of the underlying managers, our positions in Neptune and Royal London outperformed. However, the holdings in Liontrust and Threadneedle underperformed their respective benchmarks, thereby detracting from relative returns.

Looking ahead, with interest rates set to remain low in most countries and government bonds providing miserly yields, equity income strategies are likely to remain popular. There are reasons for cautious optimism, but further volatility is likely.

Overall, we remain confident that our chosen managers bring the right blend of experience and stock-picking ability to continue generating competitive returns, even if market conditions become more challenging.

Aberdeen Investment Solutions Limited

October 2016

# Multi-Manager UK Equity Income Fund

## Portfolio Statement

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>BASIC MATERIALS (3.87%*)</b>		<b>54,695</b>	<b>4.17</b>
<b>Chemicals</b>			
Croda International	207,100	7,135	0.55
Elementis	1,094,035	2,353	0.18
Johnson Matthey	568,801	18,503	1.41
<b>Mining</b>			
Anglo Pacific	7,588,404	8,309	0.63
Rio Tinto	710,780	18,395	1.40
<b>CONSUMER GOODS (9.21%*#)</b>		<b>125,446</b>	<b>9.56</b>
<b>Automobiles &amp; Parts</b>			
GKN	1,358,736	4,323	0.33
<b>Beverages</b>			
Diageo	325,000	7,194	0.55
<b>Food Producers</b>			
Tate & Lyle	2,014,747	14,839	1.13
<b>Household Goods &amp; Home Construction</b>			
Barratt Developments	124,795	589	0.04
Galliford Try	670,997	8,649	0.66
Persimmon	35,705	621	0.05
Taylor Wimpey	400,679	592	0.05
Telford Homes	1,417,912	4,233	0.32
<b>Personal Goods</b>			
Unilever	576,350	20,873	1.59
<b>Tobacco</b>			
Altria	138,000	6,687	0.51
British American Tobacco	454,500	22,459	1.71
Imperial Tobacco	868,808	34,387	2.62
<b>CONSUMER SERVICES (14.73%*)</b>		<b>203,223</b>	<b>15.49</b>
<b>Food &amp; Drug Retailers</b>			
Booker	7,516,788	13,072	1.00
WM Morrison Supermarkets	6,167,878	13,267	1.01
<b>General Retailers</b>			
Dunelm	511,900	4,318	0.33
Marks & Spencer	2,232,177	7,078	0.54
Saga	7,117,016	14,981	1.14
WH Smith	357,600	5,446	0.42
<b>Media</b>			
Bloomsbury Publishing	3,668,224	5,649	0.43
Daily Mail & General Trust	644,966	4,773	0.36
Informa	1,171,700	8,325	0.63
ITV	7,613,720	14,017	1.07
Pearson	1,090,687	8,126	0.62
RELX	1,405,418	20,505	1.56
Sky	853,989	7,630	0.58
UBM	1,040,000	7,384	0.56
WPP	395,000	7,146	0.55

# Multi-Manager UK Equity Income Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>Travel &amp; Leisure</b>			
Carnival	35,655	1,325	0.10
Cineworld	1,245,013	7,258	0.55
Compass	1,180,518	17,519	1.34
easyJet	15,487	156	0.01
Go-Ahead	135,870	2,738	0.21
Greene King	1,703,000	13,045	0.99
JD Wetherspoon	333,174	3,105	0.24
Rank	1,888,926	3,899	0.30
Restaurant	1,462,200	5,524	0.42
Stagecoach	1,274,744	2,666	0.20
Whitbread	110,795	4,271	0.33
<b>FINANCIALS (26.00%*)</b>		<b>315,894</b>	<b>24.07</b>
<b>Banks</b>			
HSBC	3,792,600	21,648	1.65
JPMorgan Chase	137,000	6,937	0.53
Lloyds Banking†	3,650,000	1,973	0.15
Secure Trust Bank	118,472	2,773	0.21
Virgin Money	1,214,550	3,712	0.28
Wells Fargo	185,000	6,332	0.48
<b>Financial Services</b>			
3i	3,104,784	19,886	1.52
Arbutnot Banking	122,399	1,818	0.14
Brewin Dolphin	2,880,405	7,619	0.58
Close Brothers	815,935	11,080	0.85
CME	95,000	7,674	0.59
Hargreaves Lansdown	680,591	8,507	0.65
IG	1,095,200	9,523	0.73
Intermediate Capital	1,629,900	9,502	0.72
Investec	1,444,700	6,737	0.51
Jupiter Fund Management	727,473	3,070	0.23
Paragon	1,176,958	3,647	0.28
Polar Capital	991,012	2,983	0.23
PureTech Health	632,628	930	0.07
Rathbone Brothers	338,443	6,166	0.47
River & Mercantile	437,274	954	0.07
Schroders	193,479	5,133	0.39
Sherborne Investors (Guernsey) B	3,320,518	4,084	0.31
Tullett Prebon	1,780,000	5,983	0.46
<b>Life Insurance</b>			
Aviva	6,705,910	28,970	2.21
Chesnara	2,064,349	6,833	0.52
Legal & General	14,069,557	30,334	2.31
Phoenix	2,088,247	18,418	1.40
Prudential	522,000	7,081	0.54
Standard Life	3,833,441	12,999	0.99
<b>Nonlife Insurance</b>			
Personal	282,500	1,300	0.10
RSA Insurance	2,242,507	12,244	0.93

# Multi-Manager UK Equity Income Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
<b>Real Estate Investment Trusts</b>			
Assura	6,702,837	3,854	0.29
British Land	2,797,752	17,472	1.33
Intu Properties	2,206,100	6,431	0.49
Primary Health Properties	2,919,775	3,241	0.25
Segro	1,751,500	7,761	0.59
Target Healthcare REIT	260,000	285	0.02
<b>HEALTH CARE (11.34%*)</b>		<b>155,042</b>	<b>11.82</b>
<b>Pharmaceuticals &amp; Biotechnology</b>			
AbbVie	72,614	3,519	0.27
AstraZeneca	1,161,902	57,741	4.40
Bristol-Myers Squibb	11,082	460	0.03
Eli Lilly	12,797	787	0.06
GlaxoSmithKline	3,801,837	62,179	4.74
Merck	348,409	16,639	1.27
Pfizer	458,267	11,779	0.90
Vectura	1,408,711	1,938	0.15
<b>INDUSTRIALS (16.39%*#)</b>		<b>205,706</b>	<b>15.68</b>
<b>Aerospace &amp; Defence</b>			
BAE Systems	4,647,562	24,121	1.84
Cobham	7,328,479	12,217	0.93
Rolls-Royce	360,882	2,571	0.20
<b>Construction &amp; Materials</b>			
Kier	918,994	11,947	0.91
Marshalls	1,200,358	3,389	0.26
Melrose Industries	2,636,361	4,554	0.35
Morgan Sindall	239,547	1,763	0.13
<b>Electronic &amp; Electrical Equipment</b>			
Halma	565,347	5,857	0.45
Morgan Crucible	985,034	2,800	0.21
Oxford Instruments	191,683	1,198	0.09
Spectris	308,500	6,025	0.46
<b>General Industrials</b>			
DS Smith	1,864,221	7,075	0.54
Smiths	1,950,737	28,344	2.16
<b>Industrial Engineering</b>			
IMI	579,613	6,121	0.47
Spirax-Sarco Engineering	139,900	6,219	0.47
Vitec	320,500	1,893	0.14
<b>Industrial Transportation</b>			
BBA Aviation	3,542,000	8,784	0.67
Braemar Shipping Services	339,999	1,156	0.09
Stobart	1,368,800	2,218	0.17
Wincanton	1,351,628	2,720	0.21
<b>Support Services</b>			
Berendsen	702,900	8,688	0.66
Diploma	599,000	5,331	0.41
Electrocomponents	2,597,530	8,813	0.67
Hays	1,983,540	2,533	0.19
Rentokil Initial	5,343,877	11,826	0.90
Ricardo	359,800	3,389	0.26

# Multi-Manager UK Equity Income Fund

## Portfolio Statement

(continued)

as at 30 September 2016

	Holdings	Market Value £000	Total Net Assets %
Shanks	2,172,200	2,324	0.18
Wolseley	140,070	6,052	0.46
WS Atkins	1,011,432	15,778	1.20
<b>OIL &amp; GAS (3.88%*)</b>		<b>59,482</b>	<b>4.53</b>
<b>Oil &amp; Gas Producers</b>			
BP	4,244,900	19,064	1.45
Royal Dutch Shell 'A' Shares	365,000	6,977	0.53
Royal Dutch Shell 'B' Shares	1,667,041	33,441	2.55
<b>TECHNOLOGY (1.52%*)</b>		<b>28,340</b>	<b>2.16</b>
<b>Software &amp; Computer Services</b>			
Micro Focus International	653,045	14,119	1.07
Microsoft	159,000	7,039	0.54
<b>Technology Hardware &amp; Equipment</b>			
Apple	83,000	7,182	0.55
<b>TELECOMMUNICATIONS (7.40%*)</b>		<b>93,193</b>	<b>7.10</b>
<b>Fixed Line Telecommunications</b>			
AT&T	414,351	13,019	0.99
BT	10,569,873	40,435	3.08
TalkTalk Telecom	3,400,000	6,793	0.52
Verizon Communications	307,176	12,350	0.94
<b>Mobile Telecommunications</b>			
Vodafone	9,349,194	20,596	1.57
<b>UTILITIES (4.28%*)</b>		<b>49,837</b>	<b>3.80</b>
<b>Gas, Water &amp; Multiutilities</b>			
Centrica	4,803,079	10,956	0.84
National Grid	1,024,390	11,238	0.86
Pennon	1,167,810	10,423	0.79
Severn Trent	243,000	6,070	0.46
United Utilities	1,116,683	11,150	0.85
<b>DERIVATIVES (0.00%*)</b>		-	-
<b>Portfolio of investments</b>		<b>1,290,858</b>	<b>98.38</b>
<b>Net other assets</b>		<b>21,230</b>	<b>1.62</b>
<b>Total net assets</b>		<b>1,312,088</b>	<b>100.00</b>

Equity investment instruments are quoted on a listed securities market, unless otherwise stated.

\* Comparative figures shown in brackets relate to 30 September 2015.

† This investment is a related party (see note 11).

# Since the previous report classification headings have been updated by data providers. Comparative figures have been updated where appropriate.



## Multi-Manager UK Equity Income Fund

### Material Portfolio Changes

---

for the year ended 30 September 2016

	Cost £000		Proceeds £000
<b>Major purchases</b>		<b>Major sales</b>	
FTSE 100 Index Futures June 2016	18,631	Royal Dutch Shell 'B' Shares	22,715
FTSE 100 Index Futures March 2016	17,177	FTSE 100 Index Futures December 2015	21,878
Saga	15,682	FTSE 100 Index Futures June 2016	18,973
FTSE 100 Index Futures December 2015	14,159	FTSE 100 Index Futures March 2016	17,723
GlaxoSmithKline	13,138	AstraZeneca	16,956
British Land	11,802	GlaxoSmithKline	12,797
Rio Tinto	10,755	Pfizer	12,325
BP	8,890	BT	10,618
Sky	8,524	Investec	10,447
Vodafone	8,358	British American Tobacco	10,360

Purchases and sales of Futures have been included at the value of their exposure.

# Multi-Manager UK Equity Income Fund

## Comparative Tables

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class A - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	187.72	185.42	171.41
Return before operating charges*	29.11	5.59	17.32
Operating charges	(3.28)	(3.29)	(3.31)
Return after operating charges*	25.83	2.30	14.01
Distributions	(8.43)	(7.16)	(7.61)
Retained distributions on accumulation shares	8.43	7.16	7.61
Closing net asset value per share	213.55	187.72	185.42
*after direct transaction costs of:~	0.20	0.19	0.41
<b>Performance</b>			
Return after charges^	13.76%	1.24%	8.17%
<b>Other information</b>			
Closing net asset value (£'000)	123,292	122,110	124,138
Closing number of shares	57,735,364	65,048,075	66,948,223
Operating charges#	1.66%	1.66%	1.81%
Direct transaction costs~	0.10%	0.09%	0.22%
<b>Prices</b>			
Highest share price	216.10	210.60	191.20
Lowest share price	178.50	182.30	169.90

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

^The return after charges figure is calculated as the return after operating charges per share divided by the opening net asset value per share. This is different to the performance return stated in the Investment Market Review which is sourced from Lipper and based on daily published prices.

From 1 November 2014 within the A share class the ACD fee changed from 1.70% to 1.22%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Income Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class A - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	105.93	108.57	104.61
Return before operating charges*	16.09	3.40	10.52
Operating charges	(1.83)	(1.90)	(1.99)
Return after operating charges*	14.26	1.50	8.53
Distributions	(4.68)	(4.14)	(4.57)
Closing net asset value per share	115.51	105.93	108.57
*after direct transaction costs of:~	0.11	0.11	0.24
<b>Performance</b>			
Return after charges	13.46%	1.38%	8.16%
<b>Other information</b>			
Closing net asset value (£'000)	102,283	97,508	94,505
Closing number of shares	88,547,360	92,049,144	87,042,555
Operating charges#	1.66%	1.66%	1.81%
Direct transaction costs~	0.10%	0.09%	0.22%
<b>Prices</b>			
Highest share price	118.10	122.10	114.30
Lowest share price	99.94	106.00	102.00

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the A share class the ACD fee changed from 1.70% to 1.22%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Income Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class B - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	107.34	105.28	100.00
Return before operating charges*	16.74	3.03	6.34
Operating charges	(0.98)	(0.97)	(1.06)
Return after operating charges*	15.76	2.06	5.28
Distributions	(4.85)	(4.09)	(3.60)
Retained distributions on accumulation shares	4.85	4.09	3.60
Closing net asset value per share	123.10	107.34	105.28
*after direct transaction costs of:~	0.11	0.11	0.29
<b>Performance</b>			
Return after charges	14.68%	1.96%	5.28%
<b>Other information</b>			
Closing net asset value (£'000)	192	156	15
Closing number of shares	155,847	145,524	14,608
Operating charges#	0.86%	0.85%	1.01%
Direct transaction costs~	0.10%	0.09%	0.27%
<b>Prices</b>			
Highest share price	124.60	120.10	108.40
Lowest share price	102.40	103.60	97.69

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

Share class B Accumulation was launched 11 December 2013.

From 1 November 2014 within the B share class the ACD fee changed from 0.90% to 0.42%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Income Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class B - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	100.01	101.75	100.00
Return before operating charges*	15.27	3.09	6.34
Operating charges	(0.90)	(0.93)	(1.03)
Return after operating charges*	14.37	2.16	5.31
Distributions	(4.44)	(3.90)	(3.56)
Closing net asset value per share	109.94	100.01	101.75
*after direct transaction costs of:~	0.10	0.10	0.28
<b>Performance</b>			
Return after charges	14.37%	2.12%	5.31%
<b>Other information</b>			
Closing net asset value (£'000)	5,365	3,686	951
Closing number of shares	4,879,847	3,685,339	934,158
Operating charges#	0.86%	0.86%	1.01%
Direct transaction costs~	0.10%	0.09%	0.27%
<b>Prices</b>			
Highest share price	112.40	114.80	106.70
Lowest share price	94.62	100.00	95.57

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

Share class B Income was launched 11 December 2013.

From 1 November 2014 within the B share class the ACD fee changed from 0.90% to 0.42%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Income Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class C - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	109.51	107.67	99.00
Return before operating charges*	17.02	3.18	9.96
Operating charges	(1.34)	(1.34)	(1.29)
Return after operating charges*	15.68	1.84	8.67
Distributions	(4.93)	(4.17)	(4.41)
Retained distributions on accumulation shares	4.93	4.17	4.41
Closing net asset value per share	125.19	109.51	107.67
*after direct transaction costs of:~	0.11	0.11	0.22
<b>Performance</b>			
Return after charges	14.32%	1.71%	8.76%
<b>Other information</b>			
Closing net asset value (£'000)	146	116	102
Closing number of shares	116,705	105,982	95,180
Operating charges#	1.16%	1.16%	1.31%
Direct transaction costs~	0.10%	0.09%	0.22%
<b>Prices</b>			
Highest share price	126.70	122.60	110.90
Lowest share price	104.30	105.90	98.16

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the C share class the ACD fee changed from 1.20% to 0.72%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Income Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class C - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	100.44	102.47	98.19
Return before operating charges*	15.30	3.15	9.92
Operating charges	(1.21)	(1.26)	(1.33)
Return after operating charges*	14.09	1.89	8.59
Distributions	(4.45)	(3.92)	(4.31)
Closing net asset value per share	110.08	100.44	102.47
*after direct transaction costs of:~	0.10	0.10	0.23
<b>Performance</b>			
Return after charges	14.03%	1.84%	8.74%
<b>Other information</b>			
Closing net asset value (£'000)	108,269	106,952	118,108
Closing number of shares	98,354,794	106,481,403	115,255,944
Operating charges#	1.16%	1.16%	1.31%
Direct transaction costs~	0.10%	0.09%	0.22%
<b>Prices</b>			
Highest share price	112.60	115.50	107.60
Lowest share price	94.93	100.50	96.26

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the C share class the ACD fee changed from 1.20% to 0.72%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Income Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class P - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	132.34	134.37	128.21
Return before operating charges*	20.22	4.03	13.10
Operating charges	(0.88)	(0.91)	(1.31)
Return after operating charges*	19.34	3.12	11.79
Distributions	(5.88)	(5.15)	(5.63)
Closing net asset value per share	145.80	132.34	134.37
*after direct transaction costs of:~	0.14	0.13	0.31
<b>Performance</b>			
Return after charges	14.61%	2.32%	9.20%
<b>Other information</b>			
Closing net asset value (£'000)	309,294	371,163	291,138
Closing number of shares	212,140,693	280,466,334	216,663,647
Operating charges#	0.64%	0.64%	0.94%
Direct transaction costs~	0.10%	0.09%	0.22%
<b>Prices</b>			
Highest share price	149.10	151.70	140.90
Lowest share price	125.30	132.30	126.20

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the P share class the ACD fee changed from 0.68% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.



# Multi-Manager UK Equity Income Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class Q - Income</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	132.50	134.41	128.21
Return before operating charges*	20.26	4.01	12.87
Operating charges	(0.75)	(0.77)	(1.04)
Return after operating charges*	19.51	3.24	11.83
Distributions	(5.89)	(5.15)	(5.63)
Closing net asset value per share	146.12	132.50	134.41
*after direct transaction costs of:~	0.14	0.13	0.29
<b>Performance</b>			
Return after charges	14.72%	2.41%	9.23%
<b>Other information</b>			
Closing net asset value (£'000)	543,954	536,847	720,361
Closing number of shares	372,263,204	405,174,017	535,947,326
Operating charges#	0.54%	0.54%	0.81%
Direct transaction costs~	0.10%	0.09%	0.22%
<b>Prices</b>			
Highest share price	149.40	151.80	140.90
Lowest share price	125.50	132.30	126.20

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the Q share class the ACD fee changed from 0.68% to 0.20%.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Income Fund

## Comparative Tables

(continued)

as at 30 September 2016

	30/09/16 (p)	30/09/15 (p)	31/10/14 (p)
<b>Share Class X - Accumulation</b>			
<b>Change in net assets per share</b>			
Opening net asset value per share	178.84	174.69	159.36
Return before operating charges*	27.94	4.98	16.34
Operating charges	(0.84)	(0.83)	(1.01)
Return after operating charges*	27.10	4.15	15.33
Distributions	(8.09)	(6.79)	(7.12)
Retained distributions on accumulation shares	8.09	6.79	7.12
Closing net asset value per share	205.94	178.84	174.69
*after direct transaction costs of:~	0.19	0.18	0.38
<b>Performance</b>			
Return after charges	15.15%	2.38%	9.62%
<b>Other information</b>			
Closing net asset value (£'000)	119,293	101,706	100,171
Closing number of shares	57,925,908	56,869,367	57,343,605
Operating charges#	0.44%	0.44%	0.59%
Direct transaction costs~	0.10%	0.09%	0.22%
<b>Prices</b>			
Highest share price	208.40	199.70	179.80
Lowest share price	170.80	172.00	158.00

~Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments that relate to direct transaction costs as permitted by the IMA SORP 2014.

#Operating charges are representative of the ongoing charges figure.

From 1 November 2014 within the X share class the ACD fee changed from 0.48% to 0.00%.

Prices for share class X are not published as this is an internal share class.

The period to 30 September 2015 covered eleven months.

The period to 31 October 2014 covered thirteen months.

# Multi-Manager UK Equity Income Fund

## Statement of Total Return

for the year ended 30 September 2016

	Notes	01/10/15 to 30/09/16		01/11/14 to 30/09/15	
		£000	£000	£000	£000
Income					
Net capital gains/(losses)	2		134,160		(4,367)
Revenue	3	58,486		54,244	
Expenses	4	(10,791)		(10,643)	
Interest payable and similar charges		-		-	
Net revenue before taxation		47,695		43,601	
Taxation	5	(471)		(353)	
Net revenue after taxation			47,224		43,248
<b>Total return before distributions</b>			<b>181,384</b>		<b>38,881</b>
Distributions	6		(58,015)		(53,604)
<b>Change in net assets attributable to shareholders from investment activities</b>			<b>123,369</b>		<b>(14,723)</b>

## Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 September 2016

	01/10/15 to 30/09/16		Restated 01/11/14 to 30/09/15	
	£000	£000	£000	£000
<b>Opening net assets attributable to shareholders</b>		<b>1,340,244</b>		<b>1,449,489</b>
Amounts receivable on creation of shares*	94,037		156,469	
Less: Amounts payable on cancellation of shares*	(255,750)		(260,346)	
		(161,713)		(103,877)
Dilution adjustment*		436		842
Change in net assets attributable to shareholders from investment activities		123,369		(14,723)
Retained distributions on accumulation shares		9,752		8,510
Unclaimed distributions		-		3
<b>Closing net assets attributable to shareholders</b>		<b>1,312,088</b>		<b>1,340,244</b>

\*Prior period figures have been restated as a result of the 2014 IMA SORP, please see note 1 of the financial statements on page 163.

Notes to the Financial Statements are on pages 163 to 171.

# Multi-Manager UK Equity Income Fund

## Balance Sheet

as at 30 September 2016

	Notes	30/09/16 £000	Restated 30/09/15 £000
<b>Assets</b>			
<b>Fixed assets</b>			
Investments		<u>1,290,858</u>	<u>1,321,768</u>
<b>Current assets</b>			
Debtors*	8	5,889	5,782
Cash and bank balances	9	<u>31,717</u>	<u>28,683</u>
<b>Total assets</b>		<u><b>1,328,464</b></u>	<u><b>1,356,233</b></u>
<b>Liabilities</b>			
Investment liabilities		<u>-</u>	<u>(25)</u>
<b>Creditors</b>			
Distribution payable		(11,166)	(11,675)
Other creditors*	10	<u>(5,210)</u>	<u>(4,289)</u>
<b>Total liabilities</b>		<u><b>(16,376)</b></u>	<u><b>(15,989)</b></u>
<b>Net assets attributable to shareholders</b>		<u><b>1,312,088</b></u>	<u><b>1,340,244</b></u>

*\*Prior period figures have been restated.*

*Notes to the Financial Statements are on pages 163 to 171.*

# Multi-Manager UK Equity Income Fund

## Notes to the Financial Statements

for the year ended 30 September 2016

### 1. Accounting basis and distribution policies

The financial statements have been prepared in accordance with the accounting policies set out on pages 8 to 10.

As noted on page 8, during the year the fund has adopted FRS 102 and the 2014 SORP. As a result there are some presentational changes to classification of items in the financial statements. The following presentational changes are considered to be minimal and have no impact on the total return or net asset value in either the current or prior accounting year. In the 'Statement of change in net assets attributable to shareholders' 'Dilution adjustments' are now disclosed as a separate line item.

'Dilution adjustments' totalling £435,733 (30/09/15: £788,936) have been reclassified from 'Amounts receivable on creation of shares' of £331,763 (30/09/15: £479,026) and 'Amounts payable on cancellation of shares' of £103,970 (30/09/15: £309,910).

Under the 2014 SORP section 3.71, it is now acceptable not to take into account marginal tax relief in determining the distribution. This policy has been applied to the Multi-Manager UK Equity Income Fund for the current accounting year.

### 2. Net capital gains/(losses)

The net capital gains/(losses) during the year comprise:

	01/10/15 to 30/09/16	01/11/14 to 30/09/15
	£000	£000
Non-derivative securities	131,630	(7,587)
Future and option contracts	732	3,158
Forward currency contracts	1,563	19
Currency gains	34	70
Transaction charges	1	(28)
Underwriting commission	28	-
Dealing cost reimbursement	170	1
Breach compensation	2	-
Net capital gains/(losses)	134,160	(4,367)

### 3. Revenue

	01/10/15 to 30/09/16	01/11/14 to 30/09/15
	£000	£000
UK dividends	50,626	46,434
Overseas taxable revenue	3	434
Overseas non-taxable revenue	5,459	5,783
Property revenue from UK REITs - PID	1,144	858
Property revenue from UK REITs - non PID	637	362
Bank interest	16	81
Fokus Bank interest	15	30
Stock lending revenue	586	234
Underwriting commission	-	28
Total revenue	58,486	54,244

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## 4. Expenses

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>Payable to the ACD, associates of the ACD, and agents of either of them:</b>		
ACD's periodic charge	5,332	5,331
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them:</b>		
Depositary's fees	132	118
Safe custody fees	16	15
	<u>148</u>	<u>133</u>
<b>Other expenses:</b>		
Sub-advisers' fees	4,458	4,398
Audit fee	11	9
Registration fees	1,363	1,364
Expense capping adjustment‡	(545)	(601)
Fees paid to PwC for non-audit services*	24	9
	<u>5,311</u>	<u>5,179</u>
Total expenses	<u><u>10,791</u></u>	<u><u>10,643</u></u>

Expenses include irrecoverable VAT where applicable.

\*Fees paid during the current year and prior period are in relation to Fokus Bank tax reclaims.

‡From 25 July 2014 within the Q share class no registration fee will be deducted and this will be borne by the ACD.

## 5. Taxation

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
<b>(a) Analysis of charge in year:</b>		
Irrecoverable overseas tax	471	353
<b>(b) Factors affecting total tax charge for the year:</b>		
The tax assessed for the year is lower than (2015: lower than) the standard rate of corporation tax in the UK for an Open-Ended Investment Company of 20% (2015: 20%). The differences are explained below:		
Net revenue before taxation	47,695	43,601
Corporation tax of 20% (2015: 20%)	9,539	8,720
<b>Effects of:</b>		
Franked UK income*	(10,125)	(9,287)
Overseas non-taxable revenue*	(1,092)	(1,156)
Revenue taxable in different periods	-	22
Movement in excess management expenses	1,803	1,782
Irrecoverable overseas tax	471	353
Property revenue from UK REITs - non PID*	(127)	(81)
Overseas tax expensed	2	-
Total tax charge for year (note 5a)	<u><u>471</u></u>	<u><u>353</u></u>

\*As an authorised OEIC these items are not subject to corporation tax.

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

## (c) Deferred taxation:

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior period.

## (d) Factors that may affect future tax charges:

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £20,403,273 (30/09/15: £18,599,882) relating to surplus management expenses. No deferred tax asset has been recognised in either year as it was considered unlikely the Fund would generate sufficient taxable profits in the future to utilise these amounts.

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

**6. Distributions**

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprises:

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
First interim	11,811	7,538
Second interim	11,855	12,954
Third interim	19,445	18,705
Final	13,677	13,996
	<u>56,788</u>	<u>53,193</u>
Add: Revenue deducted on cancellation of shares	1,606	1,094
Deduct: Revenue received on creation of shares	(379)	(683)
Net distributions for the year	<u>58,015</u>	<u>53,604</u>

*Details of the distributions per share are set out in the Distribution Tables on pages 172 to 175.*

**7. Movement between net revenue and net distributions**

	01/10/15 to 30/09/16 £000	01/11/14 to 30/09/15 £000
Net revenue after taxation	47,224	43,248
ACD's periodic charge taken to capital	5,332	5,331
Tax relief on expenses offset against capital	-	(286)
Other expenses paid from capital†	5,459	5,311
Net distributions for the year	<u>58,015</u>	<u>53,604</u>

†Comprised of registration, depositary, sub-advisers', FCA, safe custody, audit fees, distribution charges and fees paid to PwC for non-audit services.

**8. Debtors**

	30/09/16 £000	30/09/15 £000
Sales awaiting settlement	1,088	-
Amounts receivable for issue of shares	472	1,475
Accrued revenue	4,264	4,128
Overseas tax recoverable	19	133
Expense capping adjustment	46	46
Total debtors	<u>5,889</u>	<u>5,782</u>

**9. Cash and bank balances**

	30/09/16 £000	30/09/15 £000
Cash and bank balances	31,717	28,102
Amounts held at futures clearing houses and brokers	-	581
Total cash and bank balances	<u>31,717</u>	<u>28,683</u>

**10. Other creditors**

	30/09/16 £000	30/09/15 £000
Purchases awaiting settlement	723	-
Amounts payable for cancellation of shares	2,767	2,168
Accrued expenses	1,720	2,121
Total other creditors	<u>5,210</u>	<u>4,289</u>

for the year ended 30 September 2016

**11. Related party transactions**

Scottish Widows Unit Trust Managers Limited, ("the ACD") is a related party and is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. Lloyds Banking Group, as the parent company of the ACD is the ultimate controlling party of the Fund. As such any member company of Lloyds Banking Group is also a related party.

Scottish Widows Unit Trust Managers Limited act as principal on all the transactions of shares in the Fund. The aggregate monies received through sales and repurchases of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Scottish Widows Unit Trust Managers Limited in respect of share transactions at the year end are included in the Balance Sheet.

Amounts paid to Scottish Widows Unit Trust Managers Limited in respect of ACD fees are disclosed in note 4, with £436,620 (30/09/15: £444,658) due at the year end.

The Fund has a related party holding of 3,650,000 shares (30/09/15: nil) and value of £1,973,190 (30/09/15: £nil) held at the year end within the Lloyds Banking Group.

Revenue disclosed in note 3 includes amounts received from Lloyds Banking Group investments. The total revenue received amounts to £295,425 (30/09/15: £nil).

*Shares held by associates of the ACD*

On 30 September 2016, shares held as a percentage of the Fund's value were:

	30/09/16	30/09/15
	%	%
ACD and associates of the ACD	21.31	19.83

**12. Share classes**

The Fund has six share classes in issue.

The ACD's periodic charge on each share class is as follows:

	%
Share Class A - Accumulation:	1.22
Share Class A - Income:	1.22
Share Class B - Accumulation:	0.42
Share Class B - Income:	0.42
Share Class C - Accumulation:	0.72
Share Class C - Income:	0.72
Share Class P - Income:	0.20
Share Class Q - Income:	0.20
Share Class X - Accumulation:	-

The net asset value of each share class, the net asset value per share and the number of shares in each class are given in the Comparative Table on pages 152 to 160.

The distributions per share class are given in the Distribution Tables on pages 172 to 175.



for the year ended 30 September 2016

**Reconciliation of the shares movement in the year:**

	01/10/15			30/09/16	
	Opening shares in issue	Creations	Cancellations	Shares converted*	Closing shares in issue
Share Class A - Accumulation	65,048,075	357,978	(7,657,968)	(12,721)	57,735,364
Share Class A - Income	92,049,144	2,923,053	(5,771,089)	(653,748)	88,547,360
Share Class B - Accumulation	145,524	17,116	(37,357)	30,564	155,847
Share Class B - Income	3,685,339	37,218	(5,666,657)	6,823,947	4,879,847
Share Class C - Accumulation	105,982	9,915	-	808	116,705
Share Class C - Income	106,481,403	446,670	(8,526,399)	(46,880)	98,354,794
Share Class P - Income	280,466,334	18,037,415	(86,352,421)	(10,635)	212,140,693
Share Class Q - Income	405,174,017	39,078,089	(67,403,169)	(4,585,733)	372,263,204
Share Class X - Accumulation	56,869,367	6,494,910	(5,438,369)	-	57,925,908
Total	<u>1,010,025,185</u>	<u>67,402,364</u>	<u>(186,853,429)</u>	<u>1,545,602</u>	<u>892,119,722</u>

\*Share conversions during the year relate to the restructure of a large client portfolio from an institutional share class to a retail share class.

**13. Capital commitments and contingent liabilities**

On 30 September 2016, the Fund had no capital commitments (30/09/15: £nil) and no contingent liabilities (30/09/15: £nil).

**14. Securities on loan**

The aggregate value of securities on loan at 30 September 2016 is £66,182,331 (30/09/2015: £88,498,317). The identities of the counterparties are listed in the counterparties table below. Securities on loan are included in the portfolio statement and no account is taken of any collateral held. The aggregate value of collateral held at 30 September 2016 is £71,808,257 (30/09/2015: £93,406,552). This collateral is listed in the collateral held table below.

The gross earnings and fees paid for the year are £781,228 (30/09/15: £311,991) and £195,336 (30/09/15: £77,746).

	30/09/16	30/09/15
	£000	£000
<b>Counterparties</b>		
BNP Paribas	-	74
Citigroup Global Markets (Europe)	1,395	1,382
Credit Suisse Securities (Europe)	8,289	975
Credit Suisse Securities (USA)	-	9,194
Deutsche Bank	29,031	23,521
HSBC Bank	503	19,540
ING Bank	289	363
Jefferies	-	337
JP Morgan Securities	15,121	13,561
Merrill Lynch International	2,969	1,983
Societe Generale	2,702	1,089
UBS	5,883	16,479
Total securities on loan	<u>66,182</u>	<u>88,498</u>
	<b>30/09/16</b>	<b>30/09/15</b>
	<b>£000</b>	<b>£000</b>
<b>Collateral held</b>		
Bonds	28,577	40,226
Equities	42,819	50,615
Cash	412	2,566
Total collateral held	<u>71,808</u>	<u>93,407</u>

for the year ended 30 September 2016

### 15. Risk management policies, derivatives and other financial instruments

A statement of the Fund's objective and the policy for achieving it has been included on page 145. The risks inherent in the Fund's investment portfolio are as follows:

#### (a) Currency risk

A portion of the Fund's financial assets and liabilities are invested overseas. As a result, movements in exchange rates may affect the Sterling value of the portfolio, cash and investment purchases and sales.

As at 30 September 2016, if the value of Sterling increased or decreased by 1% against all currencies, the resulting change in the net assets attributable to shareholders of the Fund would have been an increase or decrease of approximately £1,007,602 (30/09/15: £1,069,574).

As at 30 September the Fund had the following net currency exposure (excluding Sterling):

Currency	Currency exposure	Currency exposure
	30/09/16	30/09/15
	£000	£000
Euro	-	2,349
Norwegian krone	-	2
Swiss franc	19	121
US dollar	100,741	104,485
Total	<u>100,760</u>	<u>106,957</u>

The Fund hedges the initial investment but not the subsequent gains/losses on the settling value of investments that are denominated in foreign currencies.

The ACD seeks to manage the portfolio exposure to currency movements by using forward currency contracts. The forward currency contracts are shown in the portfolio statement.

#### (b) Interest rate risk profile of financial assets and liabilities

The Fund receives revenue from holdings in equities. The cashflow from these investments may fluctuate depending upon the particular decisions made by each company. Given that the Fund's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed.

The Fund's net cash holding of £31,716,963 (30/09/15: holding £28,101,682) is held in a floating rate deposit account whose interest rates are based on LIBOR or its international equivalent.

The Fund holds net cash at futures brokers of £2 (30/09/15: cash £580,568), whose rates are on based on LIBOR or its international equivalent.

The interest rate exposure for the Fund is not deemed to be significant and on that basis no sensitivity analysis is presented.

The Fund did not have any long term financial liabilities.

#### (c) Derivatives and other financial instruments

During the year, the ACD entered into derivative contracts on behalf of the Fund for the purpose of efficient portfolio management (EPM). EPM requires that the purpose of the derivative contract must be to achieve; a reduction of the risk, or a reduction of cost, or the generation of additional capital, or revenue for the Fund with an acceptably low level of risk. The ACD monitors the use of derivative contracts to ensure that the requirements of EPM are satisfied. All derivative contracts were traded on an eligible derivatives exchange.

Exposure to the various markets may be balanced through tactical asset allocation of futures contracts. Tactical asset allocation is a technique which allows the ACD to undertake a switch in the Fund's exposure by the use of derivatives rather than through the sale and purchase by the Fund of transferable securities.

Due to the use of derivatives, the percentage movements in the value of the Fund will be different from the percentage movements in the markets. At the year end, as the sensitivity analysis or value at risk are not significant, no additional disclosure has been shown.

Financial derivative instrument exposure - notional	Value (£)	Value (£)
	30/09/16	30/09/15
Exchange traded derivatives	-	7,873,100
Total Financial derivative instrument exposure	<u>-</u>	<u>7,873,100</u>

The financial derivative instruments exposure represents the value of what is "economically commanded" by the instrument and is calculated as the sum of the notional value of the instrument, i.e. the number of contracts multiplied by the relevant index or spot price.

for the year ended 30 September 2016

Efficient portfolio management techniques	Value (£)	Value (£)
	30/09/16	30/09/15
Gross revenues arising from efficient portfolio management techniques	781,228	311,991
Direct operational costs and fees incurred	(156,269)	(62,197)
Indirect operational costs and fees incurred	(39,067)	(15,549)
Net revenue generated for Fund during the annual accounting period	<b>585,892</b>	<b>234,245</b>
Underlying exposure obtained through EPM techniques	-	<b>7,873,100</b>

**Counterparties to financial derivative instruments and efficient portfolio management techniques**

No uncollateralised counterparty exposure

Collateral	Value (£)	Value (£)
	30/09/16	30/09/15
The type and amount of collateral received to reduce counterparty exposure:		
GBP Cash - Merrill Lynch	2	580,568

*(d) Liquidity risk*

All of the Fund's financial assets are considered to be readily realisable in accordance with the market practices of the exchange on which they are traded. In general, the Investment Adviser manages the Fund's cash to ensure it can meet its liabilities. Where investments cannot be realised in time to meet any potential liability, the Fund may borrow up to 10% of its value to ensure settlement.

All of the Fund's financial liabilities are payable on demand or in less than one year.

We do not consider these liquidity risks to be significant and therefore no numerical analysis is being presented.

*(e) Market price risk and fair value of financial assets and liabilities*

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority COLL Sourcebook, which includes rules prohibiting a holding greater than 20% of assets in any one fund.

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance Sheet, and their fair values.

As at 30 September 2016, if the price of investments held by the Funds increased or decreased by 1%, the resulting change in net assets attributable to shareholders would have been an increase or decrease of approximately 1%; which for this Fund would equate to £12,908,577 (30/09/15: £13,217,425).

*(f) Credit risk*

The Fund enters into transactions in financial instruments which expose it to the risk that the counterparty will not deliver the investment (purchase) or cash (sale) after the Fund has fulfilled its obligations. The Fund only buys and sells financial instruments through parties that have been approved by the ACD as acceptable. These are reviewed on an ongoing basis.

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## 16. Portfolio transaction costs

Analysis of total trade costs.

	Purchases		Sales	
	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000	01/10/15 to 30/09/16 £000	Restated 01/11/14 to 30/09/15 £000
Equities	275,361	316,707	425,470	395,584
Collective Investment Schemes	-	-	-	15,142
<b>Trades in the year before transaction costs</b>	<b>275,361</b>	<b>316,707</b>	<b>425,470</b>	<b>410,726</b>
<b>Commissions</b>				
Equities	203	270	(222)	(219)
Collective Investment Schemes	-	-	-	(8)
Futures	1	6	(1)	(6)
Total commissions	204	276	(223)	(233)
<b>Taxes</b>				
Equities	1,161	1,070	(2)	(2)
Total taxes	1,161	1,070	(2)	(2)
Total costs	1,365	1,346	(225)	(235)
<b>Total net trades in the year after transaction costs</b>	<b>276,726</b>	<b>318,053</b>	<b>425,245</b>	<b>410,491</b>

Prior period comparatives have been updated to be in line with current year disclosure.

## Total transaction cost expressed as a percentage of asset class trades

	Purchases		Sales	
	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %
<b>Commissions</b>				
Equities	0.07	0.09	0.05	0.06
Collective Investment Schemes	-	-	-	0.05
<b>Taxes</b>				
Equities	0.42	0.34	0.00	0.00

## Total transaction cost expressed as a percentage of average net asset value

	01/10/15 to 30/09/16 %	01/11/14 to 30/09/15 %
Commissions	0.03	0.04
Taxes	0.09	0.07
Total costs	0.12	0.11

Direct transaction costs are expenses incurred when buying and selling financial investments. In the case of equities and futures contracts, broker commissions and transfer taxes may be paid on each transaction. Other types of investments such as collective investment schemes have no separately identifiable transaction costs and these costs form part of the dealing spread. Transaction costs disclosed on collective investment schemes relate to non-equity investment instruments.

## Average portfolio dealing spread

The average portfolio dealing spread at the balance sheet was 0.17% (30/09/15: 0.18%).

## Notes to the Financial Statements

(continued)

for the year ended 30 September 2016

## 17. Fair value

Valuation technique	30/09/16		30/09/15	
	Assets £000	Liabilities £000	Assets £000	Liabilities £000
Level 1	1,290,858	-	1,321,768	(25)
Level 2	-	-	-	-
Level 3	-	-	-	-
Total fair value	<u>1,290,858</u>	<u>-</u>	<u>1,321,768</u>	<u>(25)</u>

Level 1 - Quoted prices for identical instruments in an active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

Level 2 - Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investment schemes.

Level 3 - Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

The Fund has early adopted the FRS102 update made in March 2016.

# Multi-Manager UK Equity Income Fund

## Distribution Tables

for the year ended 30 September 2016

### Distribution in pence per share

- Group 1 First interim Shares purchased prior to 1 October 2015  
 Second interim Shares purchased prior to 1 January 2016  
 Third interim Shares purchased prior to 1 April 2016  
 Final Shares purchased prior to 1 July 2016
- Group 2 First interim Shares purchased on or between 1 October 2015 and 31 December 2015  
 Second interim Shares purchased on or between 1 January 2016 and 31 March 2016  
 Third interim Shares purchased on or between 1 April 2016 and 30 June 2016  
 Final Shares purchased on or between 1 July 2016 and 30 September 2016

### Share Class A - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	1.6447	-	1.6447	0.9673
Second interim	1.6678	-	1.6678	1.7188
Third interim	2.9108	-	2.9108	2.5321
Final	2.2094	-	2.2094	1.9462
Group 2	(p)	(p)	(p)	(p)
First interim	-	-	-	0.9673
Second interim	0.0576	1.6102	1.6678	1.7188
Third interim	-	2.9108	2.9108	2.5321
Final	0.1458	2.0636	2.2094	1.9462

### Share Class A - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.9279	-	0.9279	0.5658
Second interim	0.9334	-	0.9334	1.0019
Third interim	1.6151	-	1.6151	1.4622
Final	1.2077	-	1.2077	1.1101
Group 2	(p)	(p)	(p)	(p)
First interim	0.8632	0.0647	0.9279	0.5658
Second interim	0.9170	0.0164	0.9334	1.0019
Third interim	0.2904	1.3247	1.6151	1.4622
Final	0.2990	0.9087	1.2077	1.1101

### Share Class B - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.9417	-	0.9417	0.5494
Second interim	0.9572	-	0.9572	0.9787
Third interim	1.6735	-	1.6735	1.4441
Final	1.2728	-	1.2728	1.1163
Group 2	(p)	(p)	(p)	(p)
First interim	0.3739	0.5678	0.9417	-
Second interim	-	-	-	0.9787
Third interim	0.5952	1.0783	1.6735	1.4441
Final	-	-	-	1.1163

# Multi-Manager UK Equity Income Fund

## Distribution Tables

(continued)

for the year ended 30 September 2016

### Share Class B - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.8772	-	0.8772	0.5310
Second interim	0.8839	-	0.8839	0.9408
Third interim	1.5326	-	1.5326	1.3762
Final	1.1483	-	1.1483	1.0485
Group 2	(p)	(p)	(p)	(p)
First interim	0.5434	0.3338	0.8772	0.5310
Second interim	0.5702	0.3137	0.8839	0.9408
Third interim	1.0316	0.5010	1.5326	1.3762
Final	0.9217	0.2266	1.1483	1.0485

### Share Class C - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.9598	-	0.9598	0.5617
Second interim	0.9746	-	0.9746	0.9998
Third interim	1.7029	-	1.7029	1.4738
Final	1.2944	-	1.2944	1.1351
Group 2	(p)	(p)	(p)	(p)
First interim	0.4672	0.4926	0.9598	0.5617
Second interim	0.3917	0.5829	0.9746	0.9998
Third interim	1.3681	0.3348	1.7029	1.4738
Final	0.6253	0.6691	1.2944	1.1351

### Share Class C - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	0.8805	-	0.8805	0.5346
Second interim	0.8867	-	0.8867	0.9467
Third interim	1.5361	-	1.5361	1.3840
Final	1.1502	-	1.1502	1.0513
Group 2	(p)	(p)	(p)	(p)
First interim	0.1936	0.6869	0.8805	0.5346
Second interim	0.2084	0.6783	0.8867	0.9467
Third interim	0.4856	1.0505	1.5361	1.3840
Final	0.3242	0.8260	1.1502	1.0513

# Multi-Manager UK Equity Income Fund

## Distribution Tables

(continued)

for the year ended 30 September 2016

### Share Class P - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	1.1606	-	1.1606	0.7018
Second interim	1.1707	-	1.1707	1.2429
Third interim	2.0303	-	2.0303	1.8203
Final	1.5224	-	1.5224	1.3845
Group 2	(p)	(p)	(p)	(p)
First interim	0.2107	0.9499	1.1606	0.7018
Second interim	0.4844	0.6863	1.1707	1.2429
Third interim	0.7109	1.3194	2.0303	1.8203
Final	1.0251	0.4973	1.5224	1.3845

### Share Class Q - Income

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	1.1621	-	1.1621	0.7015
Second interim	1.1726	-	1.1726	1.2442
Third interim	2.0340	-	2.0340	1.8211
Final	1.5256	-	1.5256	1.3849
Group 2	(p)	(p)	(p)	(p)
First interim	0.3972	0.7649	1.1621	0.7015
Second interim	0.8826	0.2900	1.1726	1.2442
Third interim	0.8030	1.2310	2.0340	1.8211
Final	0.7897	0.7359	1.5256	1.3849

### Share Class X - Accumulation

	Net revenue	Equalisation	Distributions paid/payable to 30/11/2016	Distributions paid to 30/11/2015
Group 1	(p)	(p)	(p)	(p)
First interim	1.5689	-	1.5689	0.9121
Second interim	1.5964	-	1.5964	1.6254
Third interim	2.7937	-	2.7937	2.4008
Final	2.1275	-	2.1275	1.8521
Group 2	(p)	(p)	(p)	(p)
First interim	0.5072	1.0617	1.5689	0.9121
Second interim	1.2164	0.3800	1.5964	1.6254
Third interim	0.7014	2.0923	2.7937	2.4008
Final	0.8239	1.3036	2.1275	1.8521



for the year ended 30 September 2016

**Corporate shareholder information (unaudited) for all share classes**

A shareholder liable to corporation tax receives this distribution, excluding equalisation, as follows:

First interim - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

First interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

First interim - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Second interim - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Second interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Second interim - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Third interim - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Third interim - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Third interim - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

Final - 100.00% of the dividend, together with the tax credit, is received as franked investment income.

Final - 0.00% of the dividend is received as an annual payment (non foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. The tax deemed to be deducted is treated as income tax.

Final - 0.00% of the dividend is received as an annual payment (foreign element) received after the deduction of income tax at the lower rate and is liable to corporation tax. It is treated as foreign income in the hands of the corporate investor and is liable to corporation tax. The associated deemed tax is treated as foreign tax in the hands of the investor who may be able to claim double tax relief. Investors cannot reclaim any of this deemed tax on the foreign element from HM Revenue & Customs.

## General Information

---

### About OEICs

The Multi-Manager ICVC (the "Company") is an umbrella Open Ended Investment Company ("OEIC"). An OEIC is a collective investment vehicle with variable capital in which your funds are pooled with a portfolio of investments in accordance with its Prospectus and the Collective Investment Schemes Sourcebook (COLL Sourcebook).

Scottish Widows is committed to being a responsible investor on behalf of our customers, with particular focus on Stewardship, Ethical investment and Environmental, Social and Governance (ESG) issues. Our commitment to responsible investment is explained in more detail through this link: [www.scottishwidows.co.uk/about\\_us/responsibleinvestment](http://www.scottishwidows.co.uk/about_us/responsibleinvestment)

It should be remembered that the value of your shares will be affected by fluctuations in the relevant markets and foreign currency exchange rates (where applicable) and may, therefore, go down as well as up. You should view your investment over the medium to long-term.

Please contact us on 0345 300 2244 for more information. We may record and monitor calls to help us improve our service.

All sub-funds are classified as UCITS schemes which comply with Chapter 5 of the COLL Sourcebook.

The base currency of the Company is Sterling, but a class of shares in respect of any sub-fund may be designated in any currency other than Sterling.

### Shares

The Company currently offers seven share classes; Class A, Class B, Class C, Class P, Class Q, Class S and Class X. Each share class has a different ACD fee.

### Prices and Dealing Times

The price used for either the purchase or sale of shares is normally the next price calculated after your instructions are received and accepted at our Edinburgh Office. Advisers have no authority to guarantee applications or prices.

The latest prices are obtainable from the Dealing Desk on 0845 845 0066.

Shares may be bought or sold between 9:00am and 5:00pm on Mondays to Fridays inclusive.

### Liability

Shareholders are not liable for the debts of the Company.

### Prospectus

The Prospectus, which is available from the ACD free of charge, outlines how the Company is managed and gives details of the types of assets in which each sub-fund may invest. The Prospectus and (where applicable) the Instrument of Incorporation have been amended during the year to 30 September 2016 (as noted on pages 2 and 3). Full terms and conditions are available from the ACD.

### Personal Taxation

Unless your shares are held within an ISA, if you sell your shares or switch your shares to a different sub-fund, this is treated as a disposal for Capital Gains Tax purposes. Tax rules can change. The value to an investor of the tax advantages of an ISA will depend on personal circumstances, which may change.

Shareholders are recommended to consult with their professional tax advisors if they are in any doubt about their position.

### Queries

If you have any queries about the operation of your sub-fund you should in the first instance contact the ACD. Please supply details of your holding (including surname, initials and account number).

Scottish Widows Unit Trust Managers Limited. Registered in England and Wales No. 1629925.  
Registered Office in the United Kingdom at Charlton Place, Andover, Hampshire SP10 1RE. Tel: 0345 300 2244.  
Authorised and regulated by the Financial Conduct Authority. Financial Services Register number 122129.

44017 01/17

