



MI Chelverton Equity Fund

Annual Report 31 December 2024

Contents

Page

Directory*	1
Statement of the Authorised Corporate Director's Responsibilities	2
Certification of the Annual Report by the Authorised Corporate Director	2
Statement of the Depositary's Responsibilities in Respect of the Scheme and Report of the Depositary to the Shareholders	3
Independent Auditor's Report to the Shareholders	4
Accounting Policies and Risk Management Policies	7
MI Chelverton UK Equity Income Fund	
Investment Objective and Policy*	11
Investment Manager's Report*	11
Portfolio Statement*	12
Comparative Tables	16
Risk and Reward Profile*	18
Statement of Total Return	19
Statement of Change in Net Assets Attributable to Shareholders	19
Balance Sheet	20
Notes to the Financial Statements	21
Distribution Tables	28
MI Chelverton UK Equity Growth Fund	
Investment Objective and Policy*	30
Investment Manager's Report*	30
Portfolio Statement*	32
Comparative Tables	37
Risk and Reward Profile*	39
Statement of Total Return	40
Statement of Change in Net Assets Attributable to Shareholders	40
Balance Sheet	41
Notes to the Financial Statements	42
Distribution Tables	48
MI Chelverton European Select Fund	
Investment Objective and Policy*	49
Investment Manager's Report*	49
Portfolio Statement*	52
Comparative Tables	55
Risk and Reward Profile*	58
Statement of Total Return	59
Statement of Change in Net Assets Attributable to Shareholders	59
Balance Sheet	60
Notes to the Financial Statements	61
Distribution Tables	68

MI Chelverton Equity Fund

Contents

Page

MI Chelverton UK Opportunities Fund

Investment Objective and Policy*	69
Investment Manager's Report*	69
Portfolio Statement*	71
Comparative Tables	74
Risk and Reward Profile*	76
Statement of Total Return	77
Statement of Change in Net Assets Attributable to Shareholders	77
Balance Sheet	78
Notes to the Financial Statements	79
Distribution Tables	85
General Information*	86

* These collectively comprise the Authorised Corporate Director's Report.

Directory

Authorised Corporate Director ('ACD') & Registrar

Apex Fundrock Limited
Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY
Telephone: 01245 398950
Website: www.fundrock.com
(Authorised and regulated by the Financial Conduct Authority)

Customer Service Centre

Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY
Telephone: 0345 305 4217
Fax: 0845 280 0188
E-mail: chelverton@apexgroup.com

Directors of the Authorised Corporate Director

A.C. Deptford
P.J. Foley-Brickley
S.J. Gunson (appointed 24 May 2024)
I.T. Oddy (retired 07 March 2024)
C. O'Keeffe (retired 06 May 2024)
E. Personne (Non-Executive Director appointed 25 September 2024)
D. Phillips (Non-Executive Director)
L.A. Poynter (appointed 18 June 2024)
J. Thompson (Non-Executive Director)

Investment Manager

Chelverton Asset Management Limited
11 Laura Place, Bath BA2 4BL
(Authorised and regulated by the Financial Conduct Authority)

Fund Managers

James Baker
Edward Booth
Henry Botting
Julie Dean
David Horner
Oliver Knott
Dale Robertson
Gareth Rudd
David Taylor

Depository

Northern Trust Investor Services Limited ('NTISL')
50 Bank Street, London E14 5NT
(Authorised and regulated by the Financial Conduct Authority)

Independent Auditor

Grant Thornton UK LLP
Statutory Auditors
Chartered Accountants
30 Finsbury Square, London EC2A 1AG

Statement of the Authorised Corporate Director's Responsibilities

The Collective Investment Schemes Sourcebook published by the FCA, ('the COLL Rules') requires the Authorised Corporate Director ('ACD') to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Company and of the net revenue and net gains or losses on the property of the Company for the year.

In preparing the financial statements the ACD is responsible for:

- selecting suitable accounting policies and then applying them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by the Investment Association ('IA') in May 2014 as amended in June 2017;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Company and its Sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Company or terminate the Sub-fund or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The ACD is responsible for the management of the Company in accordance with its Instrument of Incorporation, the Prospectus and the COLL Rules.

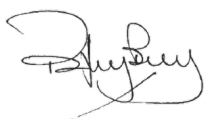
The ACD is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable it to ensure that the financial statements comply with the Sourcebook. The ACD is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the ACD is aware:

- there is no relevant audit information of which the Company's Auditor is unaware; and
- the ACD has taken all steps that it ought to have taken to make itself aware of any relevant audit information and to establish that the Auditor is aware of that information.

Certification of the Annual Report by the Authorised Corporate Director

The report has been prepared in accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes Sourcebook ('the COLL Sourcebook') and the Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by the IA.



A.C. Deptford

P.J. Foley-Brickley

S.J. Gunson

L.A. Poynter

Directors

Apex Fundrock Limited

30 April 2025

Statement of the Depositary's Responsibilities in Respect of the Scheme and Report of the Depositary to the Shareholders of the MI Chelverton Equity Fund ('the Company').

for the year ended 31 December 2024

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together 'the Regulations'), the Company's Instrument of Incorporation and Prospectus (together 'the Scheme documents') as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, repurchase, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares of the Company are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Authorised Corporate Director ('the ACD'), are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that Company is managed in accordance with the Regulations and Scheme documents in relation to the investment and borrowing powers applicable to the Company.

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

- (i) 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 income in accordance with the Regulations and the Scheme documents of the Company; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

Northern Trust Investor Services Limited ('NTISL')

UK Trustee and Depositary Services

30 April 2025

Independent Auditor's Report to the Shareholders of MI Chelverton Equity Fund ('the Company')

Opinion

We have audited the financial statements of MI Chelverton Equity Fund (the 'Company') for the year ended 31 December 2024. These financial statements comprise together the statement of accounting policies and risk management policies, and the individual financial statements of each of the following Sub-funds (the 'Sub-funds') of the Company:

- MI Chelverton UK Equity Income Fund
- MI Chelverton UK Equity Growth Fund
- MI Chelverton European Select Fund
- MI Chelverton UK Opportunities Fund

The individual financial statements for each of the Company's Sub-funds comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Shareholders, the Balance Sheet, Notes to the Financial Statements and the Distribution Tables.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice) and the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued by the Investment Association in May 2014 as amended in June 2017, the rules of the Collective Investment Schemes Sourcebook and the Company's Instrument of Incorporation.

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company and each of the Sub-funds as at 31 December 2024 and of the net revenue and net capital gains/(losses) on 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 'Financial Statements of UK Authorised Funds' issued by the Investment Association in May 2014 as amended in June 2017, the rules of the Collective Investment Schemes Sourcebook, and the Company's Instrument of Incorporation.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial statements' section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We are responsible for concluding on the appropriateness of the Authorised Corporate Director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's and each of the Sub-fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the auditor's opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the Company and each of the Sub-funds to cease to continue as a going concern.

In our evaluation of the Authorised Corporate Director's conclusions, we considered the inherent risks associated with the Company's and each of the Sub-fund's business model including effects arising from macro-economic uncertainties such as the Geopolitical Uncertainties and Cost of Living Crisis, we assessed and challenged the reasonableness of estimates made by the Authorised Corporate Director and the related disclosures and analysed how those risks might affect the Company's and each of the Sub-fund's financial resources or ability to continue operations over the going concern period.

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

In auditing the financial statements, we have concluded that the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

The responsibilities of the Authorised Corporate Director with respect to going concern are described in the 'Responsibilities of the Authorised Corporate Director' section of this report.

Independent Auditor's Report to the Shareholders of MI Chelverton Equity Fund ('the Company')

continued

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The Authorised Corporate Director is responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Collective Investment Schemes Sourcebook

In our opinion:

- we have been given all the information and explanations, which, to the best of our knowledge and belief, are necessary for the purposes of our audit, and
- the information given in the Authorised Corporate Director's Report (which comprises; on page 1, Directory; within the Sub-funds, the Investment Objective and Policy, the Investment Manager's Report, the Portfolio Statement, the Risk and Reward Profile; and on page 86, the General Information) is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Collective Investment Schemes Sourcebook requires us to report to you if, in our opinion:

- proper accounting records for the Company or a Sub-fund have not been kept, or
- the financial statements are not in agreement with those accounting records.

Responsibilities of the Authorised Corporate Director

As explained more fully in the Statement of the Authorised Corporate Director's Responsibilities, 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, and for such internal control as the Authorised Corporate Director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the Company's and each of the Sub-funds ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to terminate a Sub-fund, wind up the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with ISAs (UK).

Independent Auditor's Report to the Shareholders of MI Chelverton Equity Fund ('the Company')

continued

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

- We obtained an understanding of the legal and regulatory frameworks applicable to the Company and the industry in which it operates. We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our sector experience and through discussion with management. We determined that the most significant laws and regulations were the Collective Investment Schemes Sourcebook, the Investment Association Statement of Recommended Practice ('SORP') 'Financial Statements of UK Authorised Funds' and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.
- We enquired of the Authorised Corporate Director and management to obtain an understanding of how the Company is complying with those legal and regulatory frameworks and whether there were any instances of non-compliance with laws and regulations and whether they had any knowledge of actual or suspected fraud. We corroborated the results of our enquiries through our review of the breaches register.
- In assessing the potential risks of material misstatement, we obtained an understanding of: the Company's operations, including the nature of its revenue sources, and of its objective to understand the classes of transactions, account balances, expected financial statement disclosures and business risks that may result in risks of material misstatement and the Company's control environment, including the policies and procedures implemented to mitigate risks of fraud or non-compliance with the relevant laws and regulations.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by evaluating management's incentives and opportunities for manipulation of the financial statements. This included an evaluation of the risk of management override of controls. Audit procedures performed by the engagement team in connection with the risks identified included:
 - evaluation of the design and implementation of controls that management has put in place to prevent and detect fraud;
 - testing journal entries, including manual journal entries processed at the year end for financial statements preparation; and
 - challenging the assumptions and judgements made by management in its significant accounting estimates.
- These audit procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error and detecting irregularities that result from fraud is inherently more difficult than detecting those that result from error, as fraud may involve collusion, deliberate concealment, forgery or intentional misrepresentations. Also, the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we would become aware of it.
- The engagement partner's assessment of the appropriateness of the collective competence and capabilities of the engagement team included consideration of the engagement team's:
 - understanding of, and practical experience with, audit engagements of a similar nature and complexity, through appropriate training and participation;
 - knowledge of the industry in which the Company operates; and
 - understanding of the legal and regulatory frameworks applicable to the Company.

Use of our report

This report is made solely to the Company's Shareholders, as a body, in accordance with regulation 67(2) of the Open-Ended Investment Companies Regulations 2001, and with Rule 4.5.12 of the Collective Investment Schemes Sourcebook. Our audit work has been undertaken so that we might state to the Company's Shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Grant Thornton UK LLP

Statutory Auditor, Chartered Accountants

London, United Kingdom

30 April 2025

grant thornton UK LLP

Accounting Policies and Risk Management Policies

for the year ended 31 December 2024

1. Accounting Policies

The financial statements for MI Chelverton Equity Fund comprises the individual financial statements for each Sub-fund and the accounting policies and risk management policies below:

(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 FRS 102 and the Statement of Recommended Practice ('SORP') for Financial Statements of UK Authorised Funds issued by the Investment Association ('IA') in May 2014 as amended in 2017.

The financial statements have been prepared on the going concern basis.

The Authorised Status and head office of the Sub-funds can be found within the general information starting on page 86.

The Certification of the Annual Report by the Authorised Corporate Director ('ACD') can be found on page 2.

(b) Recognition of revenue

Revenue is included in the Statement of Total Return on the following basis:

Dividends on quoted equities and preference shares are recognised when the securities are quoted ex-dividend.

Interest on bank and short-term deposits is recognised on receipts basis.

All revenue includes withholding taxes but excludes irrecoverable tax credits.

(c) Treatment of stock and special dividends

The ordinary element of stocks received in lieu of cash dividends is credited to capital in the first instance followed by a transfer to revenue of the cash equivalent being offered and this forms part of the distributable revenue.

Special dividends are reviewed on a case by case basis in determining whether the dividend is to be treated as revenue or capital. Amounts recognised as revenue will form part of the distributable revenue. The tax accounting treatment follows the treatment of the principal amount.

(d) Treatment of expenses

All expenses, except for those relating to the purchase and sale of investments, are charged against revenue for the year on an accruals basis.

(e) Allocation of revenue and expenses to multiple share classes and Sub-funds

Any revenue or expense not directly attributable to a particular Sub-fund will normally be allocated pro-rata to the net assets of the relevant share classes and Sub-funds on the day that the revenue or expense is recognised.

With the exception of the Investment Manager's fee which is directly attributable to individual share classes, all revenue and expenses are apportioned to the Sub-fund's share classes pro-rata to the value of the net assets of the relevant share class on the day that the revenue or expense is recognised.

(f) Taxation

Corporation tax is provided at 20% on revenue, after deduction of expenses.

Deferred tax is provided using the liability method on all timing differences arising on the treatment of certain items for taxation and accounting purposes, calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

(g) Distribution policy

The net revenue after taxation as disclosed in the financial statements, after adjustment for items of a capital nature, is distributable to Shareholders as dividend distributions. Any revenue deficit is funded from capital.

Interim distributions may be made at the ACD's discretion and the balance of revenue is distributed in accordance with the regulations.

For the purpose of enhancing revenue entitlement, all expenses in respect of the MI Chelverton Equity Income Fund are allocated to capital for the year on an accruals basis. This will reduce the capital growth of the Sub-fund.

Distributions not claimed within a six year period will be forfeited and added back to the capital of the Sub-fund.

Accounting Policies and Risk Management Policies

continued

1. Accounting Policies (continued)

(h) Basis of valuation of investments

Listed investments are valued at close of business bid prices on the last business day of the accounting year excluding any accrued interest in the case of fixed and floating rate interest securities.

Unlisted or suspended investments are valued by the Investment Manager taking into account where appropriate, latest dealing prices, valuations from reliable sources, financial performance and other relevant factors.

Market value is defined by the SORP as fair value, which generally is the bid value of each security.

Categorisation within the hierarchy has been determined on the basis of the lowest level input that is significant to the fair value measurement of the relevant asset as follows:

- Level 1 – Unadjusted quoted price in an active market for an identical instrument.
- Level 2 – Valuation techniques using observable inputs other than quoted prices within Level 1.
- Level 3 – Valuation techniques using unobservable inputs.

(i) Exchange rates

Transactions in foreign currencies are recorded in sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the closing exchange rates ruling on that date.

(j) Dilution levy

The ACD may require a dilution levy on the purchase and redemption of shares if, in its opinion, the existing Shareholders (for purchases) or remaining Shareholders (for redemptions) might otherwise be adversely affected. For example, the dilution levy may be charged in the following circumstances: where the scheme property is in continual decline; on a Sub-fund experiencing large levels of net purchases relative to its size; on 'large deals' (typically being a purchase or redemption of shares to a size exceeding 5% of the Net Asset Value of the Company; in any case where the ACD is of the opinion that the interests of remaining Shareholders require the imposition of a dilution levy.

Accounting Policies and Risk Management Policies

continued

2. Risk Management Policies

In pursuing its investment objectives, the Sub-funds may hold a number of financial instruments. These financial instruments comprise securities and other investments, cash balances, debtors and creditors that arise directly from the Sub-fund's operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for creations and payable for redemptions and debtors for accrued revenue.

In doing so, the ACD accepts market price risk and currency risk in relation to the investment portfolio and foreign cash positions.

The risks arising from financial instruments and the ACD's policies for the monitoring and managing of these risks are stated below in accordance with the Risk Management Policy of the ACD.

These policies have been consistent for both years through which these financial statements relate.

Market price risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Sub-funds might suffer through holding market positions in the face of price movements. This means the value of an investor's holding may go down as well as up and an investor may not recover the amount invested. Investors should consider the degree of exposure of the Sub-funds in the context of all their investments.

The Sub-fund's investment portfolio is exposed to market price fluctuations, which are monitored by the Company as per the policies as set out in the Prospectus. The investment guidelines and investment and borrowing powers set out in the Instrument of Incorporation, the Prospectus and in the Financial Conduct Authority's Collective Investment Schemes Sourcebook describe the nature of the market risk to which the Sub-funds will be exposed.

Currency risk

Although the Sub-fund's capital and income are denominated in sterling, a proportion of the Sub-fund's investments may have currency exposure and, as a result, the income and capital value of the Sub-funds are affected by currency movements.

Currency risk is the risk that the value of the Sub-fund's investments will fluctuate as a result of changes in currency exchange rates. For Sub-funds where a proportion of the net assets of the Sub-fund is denominated in currencies other than sterling, the balance sheet can be affected by movements in exchange rates. The Company monitors the currency exposure of the Sub-fund and may seek to manage exposure to currency movements by using forward exchange contracts or by hedging the sterling value of investments that are priced in other currencies.

Interest rate risk

Interest rate risk, being the risk that the value of investments will fluctuate as a result of interest rate changes. The majority of the Sub-fund's assets comprise equity shares which neither pay interest nor have a maturity date.

Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates.

Credit risk

Credit risk arises from the possibility that the issuer of a security will be unable to pay interest and principal in a timely manner. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit credit risk.

There are no net borrowings.

Stress testing and scenario analysis is carried out on a regular basis.

Liquidity risk

Liquidity risk is the risk that a Sub-fund cannot raise sufficient cash to meet its liabilities when due. One of the key factors influencing this will be the ability to sell investments at, or close to, the fair value without a significant loss being realised.

Under normal circumstances, a Sub-fund will remain close to fully invested. However, where circumstances require: either because a view of illiquid securities markets or high levels of redemptions in the Sub-funds, the Sub-fund may hold cash and/or more liquid assets. Temporary higher liquidity levels may also arise during the carrying out of a change in asset allocation policy or following a large issue of shares.

Accounting Policies and Risk Management Policies

continued

2. Risk Management Policies (continued)

The ACD manages the Sub-fund's cash to ensure they can meet their liabilities. In addition, the ACD monitors market liquidity of all securities, seeking to ensure the Sub-funds maintain sufficient liquidity to meet known and potential redemption activity. The Sub-fund's cash balances are monitored daily by the ACD and the Investment Manager. All of the Sub-fund's financial liabilities are payable on demand or in less than one year.

Apex Fundrock Limited ('AFL') conducts regular monitoring to ensure the liquidity profile of a Sub-fund's investments comply with its underlying obligations particularly its ability to meet redemption requests.

Stress tests are undertaken, under normal and exceptional liquidity conditions, in order to assess the liquidity risk of each Sub-fund.

Counterparty risk

The risk that the counterparty will not deliver the investments for a purchase or the cash for a sale after the Sub-fund has fulfilled its responsibilities which could result in the Sub-fund suffering a loss. The Investment Manager minimises the risk by conducting trades through only the most reputable counterparties.

Fair value of financial assets and liabilities

Investments disclosed as at the balance sheet date are at fair value. Current assets and liabilities disclosed in the balance sheet are at amortised cost which is approximate to fair value.

Investment Objective and Policy

The objective of the Sub-fund is to provide a progressive income stream and achieve long-term capital growth by investing primarily in a portfolio of fully listed and AIM traded UK equities.

The Sub-fund will invest primarily in UK companies which aim to provide a high initial dividend; progressive dividend payments, and long-term capital appreciation. The asset classes in which the Sub-fund is permitted to invest includes transferable securities, money market instruments, cash and near cash and deposits as permitted for UCITS schemes under COLL and in accordance with the Sub-fund's investment powers as summarised in Appendix 2 of the Prospectus.

Investment Manager's Report

for the year ended 31 December 2024

In the 12 months to 31 December 2024 the Sub-fund returned 7.94% compared to 8.66% for the IA UK Equity Income sector as a whole.

(Source: Morningstar NAV to NAV B shares Accumulation Total Return).

The year started slowly as investor concerns about rising inflation held sway, and in the month of February the domestic economy entered the realms of a technical recession. The consensus macro view was that interest rates would begin to fall as we moved through the year although this was essentially an arithmetic call as both energy and food costs were set to fall markedly. On the downside a persistent area of concern for investors throughout the year was that wage increases remained stubbornly high. Falling inflation did lead to falling interest rates and there was one 25bp cut in August and another 25bp cut at the end of the year in November taking rates to 4.75%. However, this was insufficient to provide a backdrop conducive to the strength of economic recovery needed to translate into widespread earnings upgrades for corporate UK. The first budget of the year in February passed with little fanfare, and in May the Prime Minister surprised the market by announcing a July date for the general election.

The Labour party were returned to government with a massive majority and almost immediately started to talk the economy 'down', continually referencing the existence of a £22bn black hole in public finances. This may have been intended to prepare expectations ahead of the budget at the end of October, but ultimately became a self-fulfilling prophecy as both consumer and business confidence fell dramatically. The sheer scale of tax rises and the fact that the budget was targeted on business came as a nasty surprise to the markets and the Office for Budget Responsibility summarised the effects of the budget on growth as 'underwhelming'. The short-term fallout from the budget saw hiring and investment decisions put on hold, and commentators focussed on an inevitable rise in prices and an increase in unemployment as companies adjusted to the new cost pressures. At the same time the reaction of bond markets was unhelpful. The positive noises about US growth under the new Trump Presidency continued to undermine fund flows into UK equities at the expense of US and global asset classes.

In the year, eight of our holdings were involved in takeovers or takeover approaches and these were Direct Line, Tyman, Mattioli Woods, N.Brown, TT Electronics, XP Power, Crest Nicholson and TI Fluid Systems, which we bought and was bid for in the year. Ocean Wilsons also announced the sale of its trading subsidiary which is yet to complete. We expect another year of above average activity this year if valuations do not improve markedly.

In the underlying portfolio we sold LondonMetric and Intermediate Capital as they moved up to the FTSE100. We sold out of Tatton, Bellway and Wilmington on yield grounds. We sold out of SMS after the bid at the end of the previous year. We also sold out of Secure Trust, Strix and Foxtons. New additions to the portfolio included Robert Walters the recruitment business, Dowlais the auto supplier, Assura, Card Factory, Bioventix, Serica Energy and Midwich. In terms of performance there were good contributions from Morgan Sindall a UK facing contractor and Keller a global facing contracting business which rebased its level of dividend upwards. Bakkavor, XPS Pensions and Paypoint all performed well as investors responded to good results. On the downside Close Brothers was embroiled in the car finance investigation, and PageGroup, Ecora Resources and FDM all detracted value.

Looking at UK small and mid caps that meet our four percent dividend yield hurdle at the year end, we continue to believe that our investible universe is attractively valued. The cash generation, balance sheet strength and share buybacks of the stocks in our portfolio are testament to this. Heightened levels of corporate activity reinforce this view, as we look upon this as 'real world' recognition of undervalued cash flows. Importantly for us once again, the strength of dividend payments have surprised on the upside and continue to support valuations. Looking forward we believe that there are two discernible catalysts that should lead to an improvement in the capital performance of our portfolio. The first is a shift from negative to positive confidence indicators by both business and the consumer. This may happen as the shocks of the recent budget become the new normal and they are priced into business activity. The second, which will take more time, is an improving economy and earnings upgrades. Very importantly though, whilst we wait for this to happen, we do believe that the majority of our portfolio should deliver higher profits in 2025 than they did in 2024.

MI Chelverton UK Equity Income Fund

Portfolio Statement

as at 31 December 2024

Holding	Security	Market value £	% of total net assets 2024
	TECHNOLOGY 2.57% (3.49%)		
	Software and Computer Services 1.82% (2.26%)		
1,900,000	Moneysupermarket.com	3,648,000	1.82
	Technology Hardware and Equipment 0.75% (1.23%)		
1,450,000	TT Electronics	1,508,000	0.75
	TELECOMMUNICATIONS 2.99% (2.60%)		
	Telecommunications Service Providers 2.99% (2.60%)		
350,000	Telecom Plus	5,999,000	2.99
	HEALTH CARE 0.18% (0.00%)		
	Pharmaceuticals and Biotechnology 0.18% (0.00%)		
11,700	Bioventix	362,700	0.18
	FINANCIALS 25.09% (31.05%)		
	Banks 0.28% (2.30%)		
235,000	Close Brothers	555,070	0.28
	Finance and Credit Services 2.42% (3.79%)		
4,796,276	Duke Capital*	1,438,883	0.72
235,000	Mortgage Advice Bureau*	1,433,500	0.71
190,000	Paragon Banking	1,411,700	0.70
1,300,000	Vanquis Banking	578,500	0.29
		4,862,583	2.42
	Investment Banking and Brokerage Services 12.68% (15.36%)		
600,000	Abrdn	846,900	0.42
2,000,000	Ashmore	3,190,000	1.59
350,000	IG	3,466,750	1.73
394,066	Jupiter Fund Management	341,655	0.17
900,000	Polar Capital*	4,536,000	2.26
2,700,000	Premier Miton*	1,647,000	0.82
187,500	Rathbone Brothers	3,112,500	1.55
2,615,943	Sancus Lending*	10,464	0.01
1,600,000	TP ICAP	4,128,000	2.06
1,220,795	XPS Pensions	4,162,911	2.07
		25,442,180	12.68
	Life Insurance 5.36% (4.80%)		
2,150,000	Chesnara	5,686,750	2.83
1,800,000	Hansard Global	882,000	0.44
825,000	Phoenix	4,199,250	2.09
		10,768,000	5.36
	Nonlife Insurance 4.35% (4.80%)		
650,000	Conduit	3,042,000	1.51
1,142,500	Personal*	2,102,200	1.05
2,602,673	Sabre Insurance	3,591,689	1.79
		8,735,889	4.35

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
REAL ESTATE 3.99% (3.35%)			
Real Estate Investment and Services Development 0.00% (0.35%)			
Real Estate Investment Trusts 3.99% (3.00%)			
7,250,000	Assura	2,779,650	1.38
250,000	British Land	900,500	0.45
1,600,000	Regional REIT	1,843,200	0.92
3,650,000	Supermarket Income REIT	2,485,650	1.24
		8,009,000	3.99
CONSUMER DISCRETIONARY 15.75% (14.33%)			
Automobiles and Parts 3.26% (0.00%)			
4,000,000	Dowlais	2,696,000	1.34
2,000,000	TI Fluid Systems	3,860,000	1.92
		6,556,000	3.26
Consumer Services 1.23% (0.32%)			
550,000	Pets at Home	1,130,800	0.56
1,300,000	RM	1,352,000	0.67
		2,482,800	1.23
Household Goods and Home Construction 0.36% (4.25%)			
396,593	Headlam	563,162	0.28
819,138	Watkin Jones*	161,862	0.08
		725,024	0.36
Media 2.61% (3.25%)			
3,300,000	ITV	2,428,800	1.21
1,293,867	STV	2,820,630	1.40
		5,249,430	2.61
Retailers 7.02% (5.38%)			
2,300,000	Card Factory	2,247,100	1.12
2,000,000	DFS Furniture	2,800,000	1.39
350,000	Dunelm	3,731,000	1.86
1,350,000	Halfords	1,768,500	0.88
2,350,000	Wickes	3,553,200	1.77
		14,099,800	7.02
Travel and Leisure 1.27% (1.13%)			
3,250,000	Marston's	1,430,000	0.71
1,300,000	Rank	1,115,400	0.56
		2,545,400	1.27
CONSUMER STAPLES 5.00% (3.80%)			
Food Producers 4.06% (2.98%)			
3,800,000	Bakkavor	5,529,000	2.75
290,000	Hilton Food	2,624,500	1.31
		8,153,500	4.06

MI Chelverton UK Equity Income Fund

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
600,666	Personal Care, Drug and Grocery Stores 0.94% (0.82%) Kitwave*	1,889,095	0.94
	INDUSTRIALS 32.76% (31.38%)		
	Construction and Materials 9.20% (10.74%)		
550,000	Alumasc*	1,705,000	0.85
3,257,968	Epwin*	3,095,070	1.54
1,300,000	Eurocell	2,223,000	1.11
225,000	Keller	3,253,500	1.62
700,000	Marshalls	2,054,500	1.02
85,000	Morgan Sindall	3,306,500	1.65
5,500,000	Severfield	2,827,000	1.41
		18,464,570	9.20
	Electronic and Electrical Equipment 1.79% (2.03%)		
850,000	Morgan Advanced Materials	2,312,000	1.15
100,000	XP Power	1,290,000	0.64
		3,602,000	1.79
	General Industrials 1.37% (0.26%)		
482,500	Hargreaves Services*	2,750,250	1.37
	Industrial Engineering 3.50% (4.13%)		
825,000	Somero Enterprises*	2,598,750	1.29
1,050,000	Vesuvius	4,436,250	2.20
		7,035,000	3.50
	Industrial Support Services 11.67% (9.00%)		
970,010	FDM	3,055,532	1.52
1,350,000	Gattaca*	1,120,500	0.56
425,000	Inchcape	3,270,374	1.63
791,088	Midwich*	2,262,512	1.13
750,000	PageGroup	2,577,000	1.28
550,000	Paypoint	4,290,000	2.14
500,000	Robert Walters	1,575,000	0.78
1,394,641	RWS*	2,521,511	1.26
3,000,000	Smiths News	2,004,000	1.00
250,000	Sthree	736,250	0.37
		23,412,679	11.67
	Industrial Transportation 5.23% (5.22%)		
240,000	Ocean Wilsons	3,120,000	1.55
1,600,000	Redde Northgate	5,144,000	2.56
410,000	VP	2,255,000	1.12
		10,519,000	5.23
	BASIC MATERIALS 4.39% (3.75%)		
	Industrial Metals and Mining 2.23% (2.45%)		
460,000	Bodycote	2,907,200	1.44
2,500,000	Ecora Resources	1,580,000	0.79
		4,487,200	2.23

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
	Chemicals 2.16% (1.30%)		
125,000	Johnson Matthey	1,675,000	0.83
250,000	Victrex	2,685,000	1.33
		4,360,000	2.16
	ENERGY 3.20% (2.40%)		
	Oil, Gas and Coal 3.20% (2.40%)		
260,000	Diversified Energy	3,484,000	1.73
9,500,000	Pharos Energy	2,289,500	1.14
500,000	Serica Energy	676,000	0.33
		6,449,500	3.20
	UTILITIES 1.37% (0.95%)		
	Electricity 1.37% (0.95%)		
425,000	Drax	2,751,874	1.37
	Investment assets	195,423,544	97.29
	Net other assets	5,446,091	2.71
	Net assets	200,869,635	100.00

All investments are ordinary shares or stock units on a regulated securities market unless otherwise stated. The percentages in brackets show the equivalent % holdings as at 31.12.23.

*Quoted on AIM.

MI Chelverton UK Equity Income Fund

Comparative Tables

Change in net assets per share

A Income†	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	88.41	92.20	111.82
Return before operating charges^	-1.53	2.85	-12.94
Operating charges	-1.45	-1.48	-1.57
Return after operating charges^	-2.98	1.37	-14.51
Redemption payment	-85.43	-	-
Distributions	0.00	-5.16	-5.11
Closing net asset value per share	0.00	88.41	92.20
^After direct transaction costs of	-0.10	-0.06	-0.08
Performance			
Return after charges	-3.38%	1.48%	-12.98%
Other information			
Closing net asset value	£0	£34,307	£40,789
Closing number of shares	0	38,803	44,240
Operating charges†††	1.68%	1.66%	1.64%
Direct transaction costs	0.11%	0.07%	0.08%
Prices			
Highest share price	89.33	98.87	113.73
Lowest share price	84.51	77.79	80.89

A Accumulation††	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	204.17	200.73	230.28
Return before operating charges^	3.06	6.73	-26.24
Operating charges	-3.35	-3.29	-3.31
Return after operating charges^	-0.29	3.44	-29.55
Redemption payment	-203.88	-	-
Distributions	-1.82	-11.47	-10.72
Retained distributions on accumulation shares	1.82	11.47	10.72
Closing net asset value per share	0.00	204.17	200.73
^After direct transaction costs of	-0.22	-0.14	-0.16
Performance			
Return after charges	-0.14%	1.71%	-12.83%
Other information			
Closing net asset value	£0	£33,609	£35,145
Closing number of shares	0	16,461	17,509
Operating charges†††	1.68%	1.66%	1.64%
Direct transaction costs	0.11%	0.07%	0.08%
Prices			
Highest share price	204.74	215.21	234.21
Lowest share price	195.13	177.78	174.31

†A Income share class was closed on 23 January 2024.

††A Accumulation share class was closed on 8 April 2024.

†††Operating charges calculated against the average share class Net Asset Value until closure.

Comparative Tables

continued

Change in net assets per share

B Income	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	100.07	103.56	124.67
Return before operating charges [^]	8.99	3.23	-14.45
Operating charges	-0.95	-0.91	-0.95
Return after operating charges [^]	8.04	2.32	-15.40
Distributions	-6.00	-5.81	-5.71
Closing net asset value per share	102.11	100.07	103.56
[^] After direct transaction costs of	-0.11	-0.07	-0.09
Performance			
Return after charges	8.03%	2.24%	-12.35%
Other information			
Closing net asset value	£142,668,134	£234,391,540	£258,689,996
Closing number of shares	139,726,842	234,235,960	249,787,057
Operating charges	0.93%	0.91%	0.89%
Direct transaction costs	0.11%	0.07%	0.08%
Prices			
Highest share price	109.78	111.14	126.80
Lowest share price	95.68	87.93	90.71

B Accumulation	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	246.81	240.83	274.23
Return before operating charges [^]	22.25	8.15	-31.25
Operating charges	-2.43	-2.17	-2.15
Return after operating charges [^]	19.82	5.98	-33.40
Distributions	-15.12	-13.81	-12.81
Retained distributions on accumulation shares	15.12	13.81	12.81
Closing net asset value per share	266.63	246.81	240.83
[^] After direct transaction costs of	-0.29	-0.17	-0.19
Performance			
Return after charges	8.03%	2.48%	-12.18%
Other information			
Closing net asset value	£58,201,501	£75,381,562	£112,642,983
Closing number of shares	21,828,193	30,542,844	46,772,394
Operating charges	0.93%	0.91%	0.89%
Direct transaction costs	0.11%	0.07%	0.08%
Prices			
Highest share price	278.74	258.39	278.91
Lowest share price	235.95	214.61	208.78

Operating charges include indirect costs incurred in the maintenance and running of the Sub-fund, as disclosed (but not limited to) the detailed expenses within the Statement of Total Return. The figures used within this table have been calculated against the average Net Asset Value for the accounting year.

The return after charges is calculated as the closing Net Asset Value per share minus the opening Net Asset Value per share as a % of the opening Net Asset Value per share. The basis of valuation of investments used to calculate Net Asset Value per share is described in notes to the Financial Statements 1h) and complies with requirements of the current Statement of Recommended Practice for UK Authorised Funds. This differs from the basis used to calculate daily published single prices, in which listed investments are valued at 12:00 mid prices.

Direct transaction costs include fees, commissions, transfer taxes and duties in the purchasing and selling of investments, which are offset (where applicable) against any dilution levies charged within the accounting year. The figures used within the table have been calculated against the average Net Asset Value for the accounting year.

MI Chelverton UK Equity Income Fund

Risk and Reward Profile

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



The Sub-fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The indicator does not take into account the following risks of investing in this Sub-fund:

- This Sub-fund's strategy may cause its volatility to be higher than its peers.
- Smaller company shares can be more difficult to buy and sell as they may trade infrequently, in small volumes and their share price may fluctuate more than that of a larger company.
- In difficult market conditions, the value of some investments may be less predictable than normal and the Sub-fund may not be able to buy and sell these investments at the best time or at a fair price. This could affect the Sub-fund's performance, potentially reducing your returns.
- The level of targeted income is not guaranteed and may not be achieved.
- For further risk information please see the Prospectus.

Risk warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the revenue from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

Statement of Total Return

for the year ended 31 December 2024

	Note	£	31.12.24 £	31.12.23 £
Income				
Net capital gains/(losses)	2		10,100,476	(9,913,193)
Revenue	3	15,753,297		19,872,089
Expenses	4	(2,476,885)		(3,070,980)
Net revenue before taxation		13,276,412		16,801,109
Taxation	5	(114,669)		(220,004)
Net revenue after taxation			13,161,743	16,581,105
Total return before distributions			23,262,219	6,667,912
Distributions	6		(15,349,273)	(19,389,420)
Change in net assets attributable to Shareholders from investment activities			7,912,946	(12,721,508)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31 December 2024

	£	31.12.24 £	31.12.23 £
Opening net assets attributable to Shareholders		309,841,018	371,408,913
Amounts receivable on issue of shares	59,725,862		46,233,740
Less: Amounts payable on cancellation of shares	(180,402,436)		(99,991,339)
Dilution levy	124,663		–
		(120,551,911)	(53,757,599)
Change in net assets attributable to Shareholders from investment activities (see Statement of Total Return above)		7,912,946	(12,721,508)
Retained distributions on accumulation shares		3,667,569	4,911,178
Unclaimed distributions		13	34
Closing net assets attributable to Shareholders		200,869,635	309,841,018

The notes on pages 21 to 27 form an integral part of these Financial Statements.

MI Chelverton UK Equity Income Fund

Balance Sheet

as at 31 December 2024

	Note	£	31.12.24 £	31.12.23 £
ASSETS				
Fixed Assets				
Investments			195,423,544	300,866,352
Current Assets				
Debtors	7	765,045		1,521,764
Cash and bank balances	9	6,732,734		10,662,728
Total current assets			7,497,779	12,184,492
Total assets			202,921,323	313,050,844
LIABILITIES				
Creditors				
Distribution payable		(1,590,650)		(2,479,751)
Other creditors	8	(461,038)		(730,075)
Total creditors			(2,051,688)	(3,209,826)
Total liabilities			(2,051,688)	(3,209,826)
Net assets attributable to Shareholders			200,869,635	309,841,018

The notes on pages 21 to 27 form an integral part of these Financial Statements.

Notes to the Financial Statements

for the year ended 31 December 2024

1. Accounting Policies

The Sub-fund's Financial Statements have been prepared on the same basis as the Accounting Policies stated on pages 7 and 8.

2. Net Capital Gains/(Losses)

	31.12.24 £	31.12.23 £
Non-derivative securities	10,108,555	(9,906,582)
Currency losses	(77)	(1)
Transaction charges	(8,002)	(6,610)
Net capital gains/(losses)	10,100,476	(9,913,193)

3. Revenue

	31.12.24 £	31.12.23 £
UK dividends	12,683,290	17,092,044
Overseas dividends	1,622,352	1,466,693
Property Income Distributions	890,095	740,575
Bank interest	557,560	572,777
Total revenue	15,753,297	19,872,089

4. Expenses

	31.12.24 £	31.12.23 £
Payable to the Authorised Corporate Director ('ACD'), associates of the ACD and agents of either of them:		
ACD's fee	178,582	192,844
Registration fees	224,817	247,046
	403,399	439,890
Payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	1,965,185	2,521,106
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	52,537	61,707
Safe custody and other bank charges	12,971	16,040
	65,508	77,747
Auditor's remuneration*:		
Audit fee	10,870	10,870
Tax compliance services	2,350	2,349
	13,220	13,219

Notes to the Financial Statements

continued

4. Expenses (continued)

	31.12.24 £	31.12.23 £
Other expenses:		
Legal fees	18,580	7,746
Printing costs	10,993	11,272
	29,573	19,018
Total	2,476,885	3,070,980

*Included within the auditor's remuneration is irrecoverable VAT of £2,203 (2023: £2,203).

5. Taxation

	31.12.24 £	31.12.23 £
(a) Analysis of charge in the year:		
Income tax deducted at source	–	750
Overseas tax	114,669	220,004
Income tax recoverable	–	(750)
Total tax charge (note 5b)	114,669	220,004
(b) Factors affecting taxation charge for the year:		
Net revenue before taxation	13,276,412	16,801,109
Corporation tax at 20%	2,655,282	3,360,222
Effects of:		
UK dividends	(2,536,658)	(3,418,409)
Movement in surplus management expenses	205,846	351,526
Overseas tax expensed	114,669	220,004
Non-taxable overseas earnings	(324,470)	(293,339)
Total tax charge (note 5a)	114,669	220,004

(c) Deferred tax

At the year end there is a potential deferred tax asset of £7,978,624 (2023: £7,772,778) in relation to surplus management expenses of £39,893,121 (2023: £38,863,890). It is unlikely that the Sub-fund will generate sufficient taxable profits in the future to utilise these expenses and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements

continued

6. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

		31.12.24 £	31.12.23 £
First interim distribution	31.03.24	2,646,690	3,235,829
Second interim distribution	30.06.24	5,954,650	6,871,411
Third interim distribution	30.09.24	3,452,129	5,615,360
Final distribution	31.12.24	2,232,356	3,269,269
		14,285,825	18,991,869
Revenue deducted on cancellation of shares		1,669,012	715,528
Revenue received on issue of shares		(605,564)	(317,977)
Distributions		15,349,273	19,389,420

Reconciliation of net revenue after taxation to net distributions:

Net revenue after taxation per Statement of Total Return	13,161,743	16,581,105
Expenses allocated to capital	2,476,885	3,070,980
Relief on expenses allocated to capital	(289,531)	(262,670)
Undistributed revenue brought forward	236	241
Undistributed revenue carried forward	(60)	(236)
Distributions	15,349,273	19,389,420

7. Debtors

	31.12.24 £	31.12.23 £
Amounts receivable on issues	161,317	528,356
Accrued income:		
Dividends receivable	602,559	953,098
Bank interest receivable	–	38,704
UK income tax recoverable	750	750
Prepaid expenses:		
Legal fees	419	856
Total debtors	765,045	1,521,764

MI Chelverton UK Equity Income Fund

Notes to the Financial Statements

continued

8. Other Creditors

	31.12.24 £	31.12.23 £
Amounts payable on cancellations	281,636	500,709
Accrued expenses:		
Amounts payable to the Authorised Corporate Director (ACD), associates of the ACD and agents of either of them:		
Registration fees	14,097	–
Amounts payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	130,178	194,320
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	15,145	14,282
Safe custody and other bank charges	3,936	3,546
	19,081	17,828
Auditor's remuneration*:		
Audit fee	10,870	10,870
Tax compliance services	1,176	2,348
	12,046	13,218
Other expenses:		
Printing costs	4,000	4,000
Total other creditors	461,038	730,075

*Included within the auditor's remuneration is irrecoverable VAT of £2,008 (2023: £2,203).

9. Cash and Bank Balances

	31.12.24 £	31.12.23 £
Cash and bank balances	6,732,734	10,662,728
Cash and bank balances	6,732,734	10,662,728

10. Related Party Transactions

Apex Fundrock Limited ('AFL') is regarded as a related party by virtue of having the ability to act in respect of the operations of the Sub-fund in its capacity as the Authorised Corporate Director ('ACD').

ACD and other fees payable to AFL are disclosed in note 4 and amounts due at the year end are shown in note 8.

Fees payable to Chelverton Asset Management Limited ('the Investment Manager') are disclosed in note 4 and amounts due at the year end are shown in note 8.

Amounts receivable on issue and payable on cancellation of shares and dilution levy are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and in note 6, amounts due at the year end are shown in notes 7 and 8.

At the year end the Sub-fund did not hold shares in any of the other Sub-funds within the MI Chelverton Equity Fund.

11. Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: none).

Notes to the Financial Statements

continued

12. Risk Management Policies and Disclosures

The main risks arising from financial instruments and the ACD's policies for managing these risks are disclosed in the risk management policies on pages 9 and 10.

These policies have been consistent for both years through which these financial statements relate.

Numerical disclosures relating to the Sub-fund are as follows:

Market price risk

At the balance sheet date, if the price of the investments held by the Sub-fund increased or decreased by 10%, with all other variables held constant, the net assets attributable to Shareholders would increase or decrease by approximately £19,542,354 (2023: £30,086,635).

Currency risk

There is no material foreign currency exposure in the Sub-fund (2023: none).

Notes to the Financial Statements

continued

13. Portfolio Transaction Costs

31.12.24

Analysis of purchases	Total purchase cost £	£	Commissions paid %	£	Taxes %	Purchases before transaction cost £
Equities	43,318,394	50,194	0.12	165,159	0.38	43,103,041
Corporate actions	1,242,857	–	0.00	–	0.00	1,242,857
Total purchases after commissions and tax	44,561,251					

Analysis of sales	Net sale proceeds £	£	Commissions paid %	£	Taxes %	Sales before transaction cost £
Equities	160,112,617	192,982	0.12	415	0.00	160,306,014
Total sales after commissions and tax	160,112,617					
Commission as a % of average net assets	0.09%					
Taxes as a % of average net assets	0.06%					

31.12.23

Analysis of purchases	Total purchase cost £	£	Commissions paid %	£	Taxes %	Purchases before transaction cost £
Equities	36,496,280	46,310	0.13	125,824	0.34	36,324,146
Corporate actions	(3,231,360)	–	0.00	–	0.00	(3,231,360)
Total purchases after commissions and tax	33,264,920					

Analysis of sales	Net sale proceeds £	£	Commissions paid %	£	Taxes %	Sales before transaction cost £
Equities	63,172,129	72,906	0.12	97	0.00	63,245,132
Total sales after commissions and tax	63,172,129					
Commission as a % of average net assets	0.04%					
Taxes as a % of average net assets	0.04%					

Commissions and taxes as a % of the average net assets form part of the direct transaction costs stated within the comparative tables on pages 16 and 17. The direct transaction costs within the comparative tables may differ due to the effect of dilution levies charged (where applicable).

14. Portfolio Dealing Spread

The average portfolio dealing spread at 31 December 2024 is 0.85% (2023: 0.96%).

Notes to the Financial Statements

continued

15. Post Balance Sheet Events

There were no notifiable events post the year end balance sheet date.

16. Fair Value Disclosure

Valuation technique	31.12.24		31.12.23	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1 [^]	195,423,544	–	300,440,277	–
Level 2 ^{^^}	–	–	–	–
Level 3 ^{^^^}	–	–	426,075*	–
	195,423,544	–	300,866,352	–

[^] Level 1: Unadjusted quoted price in an active market for an identical instrument.

^{^^} Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1.

^{^^^} Level 3: Valuation techniques using unobservable inputs.

*During the year under review an asset that was previously disclosed as level 1 at 31.12.22 has moved to a level 3 disclosure.

A reconciliation of fair value measurements in Level 3 is set out in the following table:

	31.12.24	31.12.23
Opening Balance	426,075	–
Movement in classification of investments	–	5,728,500
Purchases	–	–
Sales	(1,634,652)	–
Total gains or losses included in the net capital gains/(losses) in the Statement of Total Return:		
- on assets sold	1,208,577	–
- on assets held at year end	–	(5,302,425)
Closing Balance	–	426,075

17. Shares in Issue

	A Income	A Accumulation	B Income	B Accumulation
Opening number of shares	38,803	16,461	234,235,960	30,542,844
Shares issued	–	26	51,215,054	2,828,298
Shares cancelled	(38,803)	(16,487)	(146,243,846)	(11,337,049)
Shares converted	–	–	519,674	(205,900)
Closing number of shares	–	–	139,726,842	21,828,193

MI Chelverton UK Equity Income Fund

Distribution Tables

for the year ended 31 December 2024

Income Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Distribution paid/payable 2024 p	Distribution paid 2023 p
A [†]	First interim	Group 1	–	–	–	0.8323
		Group 2	–	–	–	0.8323
	Second interim	Group 1	–	–	–	1.8405
		Group 2	–	–	–	1.8405
	Third interim	Group 1	–	–	–	1.5479
		Group 2	–	–	–	1.5479
	Final	Group 1	–	–	–	0.9362
		Group 2	–	–	–	0.9362
B	First interim	Group 1	0.8932	–	0.8932	0.9360
		Group 2	0.4562	0.4370	0.8932	0.9360
	Second interim	Group 1	2.2940	–	2.2940	2.0722
		Group 2	0.3403	1.9537	2.2940	2.0722
	Third interim	Group 1	1.6740	–	1.6740	1.7468
		Group 2	0.7940	0.8800	1.6740	1.7468
	Final	Group 1	1.1384	–	1.1384	1.0585
		Group 2	0.4696	0.6688	1.1384	1.0585

Accumulation Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Amount reinvested 2024 p	Amount reinvested 2023 p
A ^{††}	First interim	Group 1	1.8205	–	1.8205	1.8119
		Group 2	0.8217	0.9988	1.8205	1.8119
	Second interim	Group 1	–	–	–	4.0421
		Group 2	–	–	–	4.0421
	Third interim	Group 1	–	–	–	3.4718
		Group 2	–	–	–	3.4718
	Final	Group 1	–	–	–	2.1392
		Group 2	–	–	–	2.1392
B	First interim	Group 1	2.2013	–	2.2013	2.1742
		Group 2	1.0769	1.1244	2.2013	2.1742
	Second interim	Group 1	5.7101	–	5.7101	4.8621
		Group 2	2.1522	3.5579	5.7101	4.8621
	Third interim	Group 1	4.2668	–	4.2668	4.1860
		Group 2	2.4816	1.7852	4.2668	4.1860
	Final	Group 1	2.9398	–	2.9398	2.5838
		Group 2	1.2555	1.6843	2.9398	2.5838

[†]A Income share class was closed on 23 January 2024.

^{††}A Accumulation share class was closed on 8 April 2024.

Distribution Tables

continued

Further information

First interim period: 01.01.24 - 31.03.24

Second interim period: 01.04.24 - 30.06.24

Third interim period: 01.07.24 - 30.09.24

Final period: 01.10.24 - 31.12.24

Group 1: Shares purchased prior to a distribution period

Group 2: Shares purchased during a distribution period

Equalisation

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

MI Chelverton UK Equity Growth Fund

Investment Objective and Policy

The objective of the Sub-fund is to achieve long-term capital growth by investing primarily in a portfolio of fully listed and AIM traded UK small and medium sized market capitalised companies' equities.

The asset classes in which the Sub-fund is permitted to invest includes transferable securities, money market instruments, warrants, convertibles, cash and near cash and deposits as permitted for UCITS schemes under COLL and in accordance with the Sub-fund's investment powers as summarised in Appendix 2 of the Prospectus.

Investment Manager's Report

for the year ended 31 December 2024

In the 12 months to 31 December 2024, the Sub-fund returned 9.31%, compared to 7.95% for the IA All Companies Sector as a whole.

(Source: Morningstar, NAV to NAV, B Shares Accumulation, Total Return)

2024 was very much a year of two halves for the Sub-fund with optimism and gains in the first half reined back by the downbeat tone of the new Government in the second half.

Rapidly falling inflation, bringing with it the prospect of interest rate cuts, relatively full employment, real wage growth and modest economic growth provided a helpful backdrop for UK small and mid-caps, where the Sub-fund invests, enabling it to continue the rally from its low point in October 2023. The announcement of an early election stalled the market, but the prospect of a majority Labour government, which was making itself out to be fiscally prudent and business friendly and which would provide some much needed political stability, did not spook the market, and indeed many investors were looking forward to further progress in the second half as the economy continued to improve.

The reality unfortunately proved very different, the new government almost immediately started talking down the economy, undermining both business and consumer confidence, continually referencing the existence of a £22bn black hole in public finances, which would need to be repaired by tax increases. With increases in VAT, Income Tax and individual National Insurance ruled out in the election campaign, the burden fell on business and savers.

The scale of the tax rises on business, when they were announced in October, still surprised the market, with companies curtailing new investment and hiring plans, and either looking to pass on additional costs with inflationary price rises, where they can, or cutting back on staff to reduce costs in labour intensive operations where pricing power isn't a feature, curtailing the prospect of private sector growth. At the same time the Chancellor announced an increase in unfunded public sector spending, undermining any confidence in the new government's fiscal propriety and putting upward pressure on bond yields, undermining the prospect of near-term rate cuts.

One issue that was particularly difficult for the Sub-fund in the second half was speculation surrounding the possible removal of business relief from Inheritance Tax ('IHT') on AIM shares. With the new government committing to retaining tax relief for Enterprise Investment Schemes and AIM Venture Capital Trust investing, the lack of mention of AIM IHT relief caused a severe underperformance in AIM shares, where the Sub-fund is circa 50% weighted to get exposure to growth sectors like Technology, Media and Healthcare. This underperformance was driven by investors' concerns that relatively illiquid AIM IHT portfolios would need to be unwound into an unreceptive market. As it was, AIM IHT relief was partially withdrawn, moving AIM shares down the list of tax planning priorities but not causing a wholesale sell-off, with AIM stocks enjoying a brief relief rally on the budget, but only partially recovering the damage already done. The consequence of all these factors meant the Sub-fund endured a tricky second half to 2024, pegging back the annual return to 9.3%, after returning 12.7% in the first half.

Whilst the UK market remains unloved by domestic investors with all eyes on US Tech giants, the low valuations its constituents trade on have caught the eye of Private Equity and overseas trade buyers with the highest level of agreed takeovers seen by the Sub-fund since launch, with 10 agreed offers in 2024. These recommended bids provided the primary source of liquidity for the Sub-fund in 2024 with 7 of the top 10 sell-downs being bid situations, namely Ascential, Mattioli Woods, Alpha Financial Markets, Tyman, Ten Entertainments, Eckoh and Sopheon. Other significant sales included reducing the Sub-fund's holdings in Premier Foods and Gamma Communications on the back of strong share price performances on valuation grounds and reducing its position in Sigmaroc to manage its weighting in the Sub-fund as the share price rallied sharply from a very low valuation. During the period, the Manager used share price weakness to re-invest in a number of the Manager's old time favourites in its screened investment universe, namely Spectris, Alfa Financial Software, DiscoverIE and Keywords Studios, which itself received an agreed bid shortly after the Sub-fund's investment, as well as building up existing holdings in Coats, Bodycote and YouGov and adding Moonpig and Warpaint to the portfolio for the first time, having monitored Moonpig since its Initial Public Offering ('IPO') in 2021.

Investment Manager's Report

continued

Looking forward as managers we feel that most of the bad news from the Budget is now priced into the market. Inflation remains relatively subdued and real interest rates remain high, so there remains the prospect of further cuts especially if the economy continues to slow. Trump's election has brought with it the prospect of tariff hikes, which would be bad news for the USA's trading partners but the rhetoric so far has not been directed at the UK. The Sub-fund's investment process of identifying sustainably high margin asset light businesses means that most of the companies in the portfolio have pricing power, something we saw in the 2022 inflationary upsurge, so their profits shouldn't be at risk from the budget measures, with the Sub-fund's exposure to labour intensive businesses with poor pricing power being very limited. Most of the Sub-fund's holdings have also advised that profits for 2024 will be at least in line with expectations in their year-end trading updates. The exceptions being industrials, which continue to experience a downturn in global industrial production, particularly in Europe, and business to business marketing services groups, which are suffering from reduced discretionary spend by customers given the subdued economic conditions. UK cyclical building materials stocks, whilst not seeing a downturn, have not yet seen the rebound they had hoped for given the fewer rate cuts than anticipated at the start of 2024.

The Manager continues to see the portfolio as attractively valued and believes this is borne out by the unprecedented level of takeover activity across the Sub-fund, as well as the extent of share buy-backs as managers of the portfolio companies see greater value using spare cash to buy their own shares back rather than making acquisitions, with 24 buy-backs in progress at the year end.

MI Chelverton UK Equity Growth Fund

Portfolio Statement

as at 31 December 2024

Holding	Security	Market value £	% of total net assets 2024
TECHNOLOGY 19.01% (21.62%)			
Software and Computer Services 17.26% (19.11%)			
1,476,635	Accesso Technology*	7,885,231	1.38
3,114,191	Alfa Financial Software	6,679,940	1.17
252,857	Altitude*	65,743	0.01
1,775,000	Auction Technology	9,762,500	1.71
7,275,000	Big Technologies*	10,003,125	1.76
15,975,107	Blackbird*	718,880	0.13
575,000	Bytes Technology	2,426,500	0.43
2,300,000	Celebrus Technologies*	6,095,000	1.07
83,490	Cerillion*	1,461,075	0.25
5,207,901	Checkit*	885,343	0.16
8,628,205	dotDigital*	7,489,282	1.31
1,160,997	Eagle Eye Solutions*	5,479,906	0.96
3,500,000	GB*	11,900,000	2.09
8,206,192	Learning Technologies*	8,033,862	1.41
3,317,134	Made Tech	829,284	0.15
20,000,000	Mirriad Advertising*	28,000	0.00
5,250,000	Oxford Metrics*	2,908,500	0.51
7,818,925	Pulsar*	4,222,220	0.74
5,125,000	Redcentric*	6,150,000	1.08
271,939	Silver Bullet Data Services*	163,163	0.03
5,500,000	Team Internet*	5,175,500	0.91
		98,363,054	17.26
Technology Hardware and Equipment 1.75% (2.51%)			
2,250,000	Alphawave	1,896,750	0.33
3,288,148	Nexteq*	2,071,533	0.36
76,720,203	Seeing Machines*	3,452,409	0.60
2,500,000	TT Electronics	2,600,000	0.46
		10,020,692	1.75
TELECOMMUNICATIONS 4.50% (4.13%)			
Telecommunications Equipment 1.95% (1.35%)			
1,421,629	Aferian*	49,757	0.01
6,250,000	Spirent Communications	11,043,750	1.94
		11,093,507	1.95
Telecommunications Service Providers 2.55% (2.78%)			
825,000	Gamma Communications*	12,622,500	2.22
456,664	Zegona Communications	1,890,589	0.33
		14,513,089	2.55
HEALTH CARE 5.17% (5.63%)			
Health Care Providers 1.27% (1.27%)			
262,500	Craneware*	5,538,750	0.97
4,274,364	Induction Healthcare*	363,321	0.06
895,778	Optima Health	1,272,005	0.23
741,363	Renalytix AI*	77,843	0.01
		7,251,919	1.27

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
Medical Equipment and Services 1.99% (2.00%)			
4,125,000	Advanced Medical Solutions*	8,151,000	1.43
6,166,666	Creo Medical*	1,171,667	0.21
8,465,154	GENinCode*	304,746	0.05
8,055,897	Polarean Imaging*	104,726	0.02
4,155,841	Venture Life*	1,599,999	0.28
		11,332,138	1.99
Pharmaceuticals and Biotechnology 1.91% (2.36%)			
10,000,030	Angle*	1,000,003	0.17
1,650,000	Arecor Therapeutics*	1,188,000	0.21
2,961,727	Eco Animal Health*	1,984,357	0.35
11,846,907	Evgen Pharma*	59,235	0.01
4,500,000	Futura Medical*	1,417,500	0.25
21,324,433	Immupharma*	234,569	0.04
2,727,273	Immupharma Warrants 23.12.31^	–	–
923,730	MaxCyte*	3,076,889	0.54
3,250,000	Oncimmune*	455,000	0.08
15,995,300	Ondine Biomedical*	1,359,601	0.24
7,250,000	Oxford Biodynamics*	101,500	0.02
		10,876,654	1.91
FINANCIALS 14.65% (14.99%)			
Finance and Credit Services 0.71% (0.95%)			
4,857,232	Lendinvest*	1,117,163	0.20
480,000	Mortgage Advice Bureau*	2,928,000	0.51
		4,045,163	0.71
Investment Banking and Brokerage Services 11.11% (11.66%)			
924,432	AJ Bell	4,183,055	0.73
575,000	Alpha Group International	13,397,500	2.35
578,902	Aquis Exchange*	4,023,369	0.71
541,795	Brooks Macdonald*	9,075,066	1.59
8,261,082	Duke Royalty*	2,478,325	0.43
2,000,000	Foresight	8,180,000	1.44
800,000	JTC	7,832,000	1.37
315,000	Liontrust Asset Management	1,486,800	0.26
2,125,000	Man	4,556,000	0.80
10,703,000	Mercia Asset Management*	2,996,840	0.53
525,000	Tatton Asset Management*	3,538,500	0.62
625,000	TP ICAP	1,612,500	0.28
		63,359,955	11.11
Open End and Miscellaneous Investment Vehicles 1.02% (0.70%)			
3,750,000	AdvancedAdvT	5,812,500	1.02
Nonlife Insurance 1.81% (1.68%)			
2,202,436	Conduit	10,307,400	1.81
REAL ESTATE 1.02% (0.78%)			
Real Estate Investment and Services Development 1.02% (0.78%)			
11,199,000	Inland Homes**	–	–
1,912,274	LSL Property Services	5,794,190	1.02

MI Chelverton UK Equity Growth Fund

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
CONSUMER DISCRETIONARY 14.90% (14.53%)			
Automobiles and Parts 0.02% (0.18%)			
17,500,000	Surface Transforms*	87,500	0.02
Leisure Goods 0.90% (0.55%)			
4,738,763	Devolver Digital*	1,137,303	0.20
1,812,006	Team17	3,986,413	0.70
		5,123,716	0.90
Personal Goods 0.80% (0.26%)			
284,326	Inspects*	127,947	0.02
1,500,000	Revolution Beauty*	202,500	0.03
828,022	Warpaint London*	4,256,033	0.75
		4,586,480	0.80
Media 9.10% (9.09%)			
1,875,000	Dianomi*	731,250	0.13
6,250,000	Ebiquity*	1,187,500	0.21
1,056,250	Future	9,780,874	1.72
7,500,000	Globaldata*	14,137,500	2.48
5,752,500	LBG Media*	7,478,250	1.31
1,250,000	Next Fifteen Communications*	4,912,500	0.86
8,500,000	Pebble*	3,825,000	0.67
254,401	System1*	1,551,846	0.27
1,075,000	Wilmington	4,095,750	0.72
1,000,000	Yougov*	4,150,000	0.73
		51,850,470	9.10
Retailers 3.59% (2.95%)			
4,738,763	CMO*	426,488	0.08
4,325,000	DFS Furniture	6,055,000	1.06
2,712,500	Itsarm**	-	-
2,575,000	Moonpig	5,433,250	0.95
6,650,000	Topps Tiles	2,527,000	0.44
4,000,000	Wickes	6,048,000	1.06
		20,489,738	3.59
Travel and Leisure 0.49% (1.50%)			
1,384,091	Hostelworld	1,840,841	0.32
4,133,873	Safestay*	992,130	0.17
		2,832,971	0.49
CONSUMER STAPLES 2.52% (2.59%)			
Food Producers 2.52% (2.59%)			
410,654	MP Evans*	4,049,048	0.71
5,500,000	Premier Foods	10,318,000	1.81
		14,367,048	2.52

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
INDUSTRIALS 27.99% (27.87%)			
Construction and Materials 10.21% (11.25%)			
600,000	Balfour Beatty	2,728,800	0.48
1,000,000	Breedon	4,450,000	0.78
4,750,000	Eurocell	8,122,500	1.43
1,575,000	Genuit	6,103,125	1.07
217,057	Marshalls	637,061	0.11
139,312	Quanex Building Products	2,690,737	0.47
12,125,000	Severfield	6,232,250	1.09
26,202,056	SigmaRoc*	18,865,480	3.31
6,240,600	Stelrad	8,362,404	1.47
		58,192,357	10.21
Aerospace and Defense 0.23% (0.32%)			
400,000	Chemring	1,314,000	0.23
Electronic and Electrical Equipment 3.01% (0.72%)			
625,000	discoverIE	4,468,750	0.78
6,521,739	Invinity Energy Systems*	1,010,870	0.18
2,000,000	Morgan Advanced Materials	5,440,000	0.95
250,000	Spectris	6,265,000	1.10
		17,184,620	3.01
General Industrials 1.72% (0.51%)			
10,375,000	Coats	9,783,625	1.72
Industrial Engineering 2.51% (3.14%)			
1,950,000	Somero Enterprises*	6,142,500	1.08
1,925,000	Vesuvius	8,133,125	1.43
		14,275,625	2.51
Industrial Support Services 8.10% (9.57%)			
750,000	Boku*	1,350,000	0.24
3,250,000	Equals*	4,355,000	0.76
2,000,000	Essentra	2,656,000	0.46
521,264	FDM	1,641,982	0.29
1,125,000	Inchcape	8,656,875	1.52
156,542	Marlowe*	497,804	0.09
4,264,887	Public Policy*	5,757,597	1.01
3,601,460	Restore*	8,643,504	1.52
5,000,000	RWS*	9,040,000	1.58
1,000,000	Sthree	2,945,000	0.52
149,097	Water Intelligence*	611,298	0.11
		46,155,060	8.10
Industrial Transportation 2.21% (2.36%)			
192,500	Clarkson	7,594,125	1.33
909,000	VP	4,999,500	0.88
		12,593,625	2.21

MI Chelverton UK Equity Growth Fund

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
	BASIC MATERIALS 3.15% (1.09%)		
	Industrial Metals and Mining 2.49% (1.08%)		
2,050,000	Adriatic Metals	3,903,200	0.68
1,091,781	Bodycote	6,900,056	1.21
80,647,729	Savannah Resources*	3,387,205	0.60
		14,190,461	2.49
	Chemicals 0.66% (0.01%)		
350,000	Victrex	3,759,000	0.66
	ENERGY 1.98% (2.51%)		
	Oil, Gas and Coal 1.39% (1.56%)		
1,380,555	Ashtead Technologies*	7,689,691	1.35
437,459,934	Reabold Resources*	218,730	0.04
		7,908,421	1.39
	Alternative Energy 0.59% (0.95%)		
10,273,800	AFC Energy*	1,086,968	0.19
5,510,000	Inspired*	2,259,100	0.40
		3,346,068	0.59
	UTILITIES 0.26% (0.00%)		
	Electricity 0.26% (0.00%)		
86,449	Telecom Plus	1,481,736	0.26
	Investment assets	542,292,782	95.16
	Net other assets	27,569,591	4.84
	Net assets	569,862,373	100.00

All investments are ordinary shares or stock units on a regulated securities market unless otherwise stated. The percentages in brackets show the equivalent % holdings as at 31.12.23.

^Intrinsically zero priced.

*Quoted on AIM.

**These are suspended securities and have been valued at the Managers best assessment of their fair value.

Comparative Tables

Change in net assets per share

A Accumulation	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	214.54	225.11	290.33
Return before operating charges^	23.07	-7.10	-61.42
Operating charges	-3.80	-3.47	-3.80
Return after operating charges^	19.27	-10.57	-65.22
Distributions	-1.76	-2.02	-0.89
Retained distributions on accumulation shares	1.76	2.02	0.89
Closing net asset value per share	233.81	214.54	225.11
^After direct transaction costs of	-0.26	-0.24	-0.26
Performance			
Return after charges	8.98%	-4.70%	-22.46%
Other information			
Closing net asset value	£1,170,219	£1,389,977	£2,067,114
Closing number of shares	500,496	647,882	918,258
Operating charges	1.62%	1.61%	1.59%
Ongoing operating charges*	1.63%	1.62%	1.61%
Direct transaction costs	0.11%	0.11%	0.11%
Prices			
Highest share price	254.51	238.06	295.72
Lowest share price	212.72	189.68	207.70

B Income	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	272.36	288.51	373.77
Return before operating charges^	29.34	-9.03	-79.13
Operating charges	-2.60	-2.39	-2.59
Return after operating charges^	26.74	-11.42	-81.72
Distributions	-4.50	-4.73	-3.54
Closing net asset value per share	294.60	272.36	288.51
^After direct transaction costs of	-0.33	-0.31	-0.34
Performance			
Return after charges	9.82%	-3.96%	-21.86%
Other information			
Closing net asset value	£117,704,002	£116,162,397	£151,478,156
Closing number of shares	39,954,133	42,650,976	52,503,158
Operating charges	0.87%	0.86%	0.84%
Ongoing operating charges*	0.88%	0.87%	0.86%
Direct transaction costs	0.11%	0.11%	0.11%
Prices			
Highest share price	324.55	305.40	380.72
Lowest share price	270.24	244.64	269.00

MI Chelverton UK Equity Growth Fund

Comparative Tables

continued

Change in net assets per share

B Accumulation	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	298.02	310.37	397.26
Return before operating charges [^]	32.06	-9.78	-84.14
Operating charges	-2.85	-2.57	-2.75
Return after operating charges [^]	29.21	-12.35	-86.89
Distributions	-4.92	-5.08	-3.75
Retained distributions on accumulation shares	4.92	5.08	3.75
Closing net asset value per share	327.23	298.02	310.37
[^] After direct transaction costs of	-0.36	-0.33	-0.36
Performance			
Return after charges	9.80%	-3.98%	-21.87%
Other information			
Closing net asset value	£450,988,152	£565,946,670	£850,234,476
Closing number of shares	137,818,490	189,899,565	273,938,669
Operating charges	0.87%	0.86%	0.84%
Ongoing operating charges [*]	0.88%	0.87%	0.86%
Direct transaction costs	0.11%	0.11%	0.11%
Prices			
Highest share price	355.08	328.44	404.62
Lowest share price	295.59	263.13	285.88

^{*}The Net Asset Value of the Sub-fund has decreased by more than 10% if compared to the average Net Asset Values for the year. Taking an average of the daily Net Asset Values for the last month of the year has the effect of increasing the operating charges by 0.01%. The ACD believes this to be more representative of the charges going forward.

Operating charges include indirect costs incurred in the maintenance and running of the Sub-fund, as disclosed (but not limited to) the detailed expenses within the Statement of Total Return. The figures used within this table have been calculated against the average Net Asset Value for the accounting year.

The return after charges is calculated as the closing Net Asset Value per share minus the opening Net Asset Value per share as a % of the opening Net Asset Value per share. The basis of valuation of investments used to calculate Net Asset Value per share is described in notes to the Financial Statements 1h) and complies with requirements of the current Statement of Recommended Practice for UK Authorised Funds. This differs from the basis used to calculate daily published single prices, in which listed investments are valued at 12:00 mid prices.

Direct transaction costs include fees, commissions, transfer taxes and duties in the purchasing and selling of investments, which are offset (where applicable) against any dilution levies charged within the accounting year. The figures used within the table have been calculated against the average Net Asset Value for the accounting year.

Risk and Reward Profile

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



The Sub-fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The indicator does not take into account the following risks of investing in this Sub-fund:

- Smaller company shares can be more difficult to buy and sell as they may trade infrequently, in small volumes and their share price may fluctuate more than that of a larger company.
- In difficult market conditions, the value of some investments may be less predictable than normal and the Sub-fund may not be able to buy and sell these investments at the best time or at a fair price. This could affect the Sub-fund's performance, potentially reducing your returns.
- The level of targeted income is not guaranteed and may not be achieved.
- For further risk information please see the Prospectus.

Risk warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the revenue from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

MI Chelverton UK Equity Growth Fund

Statement of Total Return

for the year ended 31 December 2024

	Note	£	31.12.24 £	31.12.23 £
Income				
Net capital gains/(losses)	2		50,963,182	(58,349,454)
Revenue	3	15,570,964		21,887,203
Expenses	4	(5,632,104)		(7,251,866)
Interest payable and similar charges	4	(9)		(3)
Net revenue before taxation		9,938,851		14,635,334
Taxation	5	(262,942)		(423,232)
Net revenue after taxation			9,675,909	14,212,102
Total return before distributions			60,639,091	(44,137,352)
Distributions	6		(9,675,954)	(14,212,212)
Change in net assets attributable to Shareholders from investment activities			50,963,137	(58,349,564)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31 December 2024

	£	31.12.24 £	31.12.23 £
Opening net assets attributable to Shareholders		683,499,044	1,003,779,746
Amounts receivable on issue of shares	111,927,303		141,719,889
Less: Amounts payable on cancellation of shares	(283,314,259)		(413,315,591)
		(171,386,956)	(271,595,702)
Change in net assets attributable to Shareholders from investment activities (see Statement of Total Return above)		50,963,137	(58,349,564)
Retained distributions on accumulation shares		6,787,148	9,664,564
Closing net assets attributable to Shareholders		569,862,373	683,499,044

The notes on pages 42 to 47 form an integral part of these Financial Statements.

Balance Sheet

as at 31 December 2024

	Note	£	31.12.24	£	31.12.23	£
ASSETS						
Fixed Assets						
Investments			542,292,782		654,350,267	
Current Assets						
Debtors	7	1,310,644		1,472,285		
Cash and bank balances	9	29,256,908		31,622,890		
Total current assets			30,567,552		33,095,175	
Total assets			572,860,334		687,445,442	
LIABILITIES						
Creditors						
Distribution payable		(1,797,297)		(2,015,813)		
Other creditors	8	(1,200,664)		(1,930,585)		
Total creditors			(2,997,961)		(3,946,398)	
Total liabilities			(2,997,961)		(3,946,398)	
Net assets attributable to Shareholders			569,862,373		683,499,044	

The notes on pages 42 to 47 form an integral part of these Financial Statements.

MI Chelverton UK Equity Growth Fund

Notes to the Financial Statements

for the year ended 31 December 2024

1. Accounting Policies

The Sub-fund's Financial Statements have been prepared on the same basis as the Accounting Policies stated on pages 7 and 8.

2. Net Capital Gains/(Losses)

	31.12.24 £	31.12.23 £
Non-derivative securities	50,979,363	(58,371,353)
Currency (losses)/gains	(3,621)	35,012
Forward foreign exchange contracts losses	(249)	–
Transaction charges	(12,311)	(13,113)
Net capital gains/(losses)	50,963,182	(58,349,454)

3. Revenue

	31.12.24 £	31.12.23 £
UK dividends	12,175,878	18,562,979
Overseas dividends	2,281,783	2,011,542
Bank interest	1,113,303	1,312,682
Total revenue	15,570,964	21,887,203

4. Expenses

	31.12.24 £	31.12.23 £
Payable to the Authorised Corporate Director ('ACD'), associates of the ACD and agents of either of them:		
ACD's fee	255,545	295,995
Registration fees	380,121	445,339
	635,666	741,334
Payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	4,840,972	6,319,693
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	99,349	123,508
Safe custody and other bank charges	32,283	39,343
	131,632	162,851
Auditor's remuneration*:		
Audit fee	10,870	10,870
Tax compliance services	2,351	2,347
	13,221	13,217

Notes to the Financial Statements

continued

4. Expenses (continued)

	31.12.24 £	31.12.23 £
Other expenses:		
Legal fees	3,320	7,082
Printing costs	7,293	7,689
	10,613	14,771

Expenses	5,632,104	7,251,866
Interest payable and similar charges	9	3
Total expenses	5,632,113	7,251,869

*Included within the auditor's remuneration is irrecoverable VAT of £2,204 (2023: £2,203).

5. Taxation

	31.12.24 £	31.12.23 £
(a) Analysis of charge in the year:		
Overseas tax	262,942	423,232
Total tax charge (note 5b)	262,942	423,232

(b) Factors affecting taxation charge for the year:

Net revenue before taxation	9,938,851	14,635,334
Corporation tax at 20%	1,987,770	2,927,067
Effects of:		
UK dividends	(2,435,176)	(3,712,596)
Movement in surplus management expenses	903,763	1,187,838
Overseas tax expensed	262,942	423,232
Non-taxable overseas earnings	(456,357)	(402,309)
Total tax charge (note 5a)	262,942	423,232

(c) Deferred tax

At the year end there is a potential deferred tax asset of £9,154,357 (2023: £8,250,594) in relation to surplus management expenses of £45,711,782 (2023: £41,252,968). It is unlikely that the Sub-fund will generate sufficient taxable profits in the future to utilise these expenses and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements

continued

6. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

		31.12.24 £	31.12.23 £
Final distribution	31.12.24	8,584,445	11,680,377
Revenue deducted on cancellation of shares		1,963,989	3,577,192
Revenue received on issue of shares		(872,480)	(1,045,357)
Distributions		9,675,954	14,212,212

Reconciliation of net revenue after taxation to net distributions:

Net revenue after taxation per Statement of Total Return	9,675,909	14,212,102
Undistributed revenue brought forward	134	244
Undistributed revenue carried forward	(89)	(134)
Distributions	9,675,954	14,212,212

7. Debtors

	31.12.24 £	31.12.23 £
Amounts receivable on issues	322,529	525,134
Sales awaiting settlement	287,067	–
Accrued income:		
Dividends receivable	700,419	816,875
Bank interest receivable	–	129,634
Prepaid expenses:		
Legal fees	629	642
Total debtors	1,310,644	1,472,285

8. Other Creditors

	31.12.24 £	31.12.23 £
Amounts payable on cancellations	742,491	1,278,040
Purchases awaiting settlement	–	175,000
Accrued expenses:		
Amounts payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	374,615	427,941
Registration fees	25,483	–
	400,098	427,941
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	32,288	25,779
Safe custody and other bank charges	10,968	7,808
	43,256	33,587

Notes to the Financial Statements

continued

8. Other Creditors (continued)

	31.12.24 £	31.12.23 £
Auditor's remuneration*:		
Audit fee	10,870	10,870
Tax compliance services	1,176	2,347
	12,046	13,217
Other expenses:		
Printing costs	2,773	2,800
Total other creditors	1,200,664	1,930,585

*Included within the auditors remuneration is irrecoverable VAT of £2,008 (2023: £2,203).

9. Cash and Bank Balances

	31.12.24 £	31.12.23 £
Cash and bank balances	29,256,908	31,622,890
Cash and bank balances	29,256,908	31,622,890

10. Related Party Transactions

Apex Fundrock Limited ('AFL') is regarded as a related party by virtue of having the ability to act in respect of the operations of the Sub-fund in its capacity as the Authorised Corporate Director ('ACD').

ACD and other fees payable to Apex Fundrock Limited are disclosed in note 4 and amounts due at the year end are shown in note 8.

Fees payable to Chelverton Asset Management Limited ('the Investment Manager') are disclosed in note 4 and amounts due at the year end are shown in note 8.

Amounts receivable on issue and payable on cancellation of shares and dilution levy are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and in note 6, amounts due at the year end are shown in notes 7 and 8.

At the year end the Sub-fund did not hold shares in any of the other Sub-funds within the MI Chelverton Equity Fund.

11. Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: none).

12. Risk Management Policies and Disclosures

The main risks arising from financial instruments and the ACD's policies for managing these risks are disclosed on pages 9 and 10.

These policies have been consistent for both years through which these financial statements relate.

Numerical disclosures relating to the Sub-fund are as follows:

Market price risk

At the balance sheet date, if the price of the investments held by the Sub-fund increased or decreased by 10%, with all other variables held constant, the net assets attributable to Shareholders would increase or decrease by approximately £54,229,278 (2023: £65,435,027).

Currency risk

There is no material foreign currency exposure in the Sub-fund (2023: none).

MI Chelverton UK Equity Growth Fund

Notes to the Financial Statements

continued

13. Portfolio Transaction Costs

31.12.24

Analysis of purchases	Total purchase cost £	£	Commissions paid %	£	Taxes %	Purchases before transaction cost £
Equities	131,005,122	151,818	0.12	302,107	0.23	130,551,197
Corporate actions	(77,399,496)	–	0.00	–	0.00	(77,399,496)
Total purchases after commissions and tax	53,605,626					

Analysis of sales	Net sale proceeds £	£	Commissions paid %	£	Taxes %	Sales before transaction cost £
Equities	216,642,114	266,653	0.12	595	0.00	216,909,363
Total sales after commissions and tax	216,642,114					
Commission as a % of average net assets	0.06%					
Taxes as a % of average net assets	0.05%					

31.12.23

Analysis of purchases	Total purchase cost £	£	Commissions paid %	£	Taxes %	Purchases before transaction cost £
Equities	157,140,749	187,334	0.12	261,826	0.17	156,691,589
Corporate actions	(19,366,405)	–	0.00	–	0.00	(19,366,405)
Total purchases after commissions and tax	137,774,344					

Analysis of sales	Net sale proceeds £	£	Commissions paid %	£	Taxes %	Sales before transaction cost £
Equities	379,832,291	510,111	0.13	1,082	0.00	380,343,484
Total sales after commissions and tax	379,832,291					
Commission as a % of average net assets	0.08%					
Taxes as a % of average net assets	0.03%					

Commissions and taxes as a % of the average net assets form part of the direct transaction costs stated within the comparative tables on pages 37 and 38. The direct transaction costs within the comparative tables may differ due to the effect of dilution levies charged (where applicable).

14. Portfolio Dealing Spread

The average portfolio dealing spread at 31 December 2024 is 1.30% (2023: 2.06%).

Notes to the Financial Statements

continued

15. Post Balance Sheet Events

The table below denotes the movement in Net Asset Value per share since the period end, calculated with reference to daily published single prices.

Share Class	31.12.24 p	24.04.25 p	% Movement
A Accumulation GBP	328.72	288.4	-12.27%
B Income GBP	300.45	259.66	-13.58%
B Accumulation GBP	234.88	205.58	-12.47%

16. Fair Value Disclosure

Valuation technique	31.12.24 Assets £	31.12.24 Liabilities £	31.12.23 Assets £	31.12.23 Liabilities £
Level 1^	542,292,782	–	649,550,267	–
Level 2^^	–	–	–	–
Level 3^^^	–	–	4,800,000*	–
	542,292,782	–	654,350,267	–

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

^^ Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1.

^^^ Level 3: Valuation techniques using unobservable inputs.

*During the year under review an asset that was previously disclosed as level 3 at 31.12.23 has moved to a level 1 disclosure.

A reconciliation of fair value measurements in Level 3 is set out in the following table:

	31.12.24	31.12.23
Opening Balance	4,800,000	–
Movement in classification of investments	(4,800,000)	4,500,000
Purchases	–	–
Sales	–	–
Total gains or losses included in the net capital gains/(losses) in the Statement of Total Return:		
- on assets sold	–	–
- on assets held at year end	–	300,000
Closing Balance	–	4,800,000

17. Shares in Issue

	A Accumulation	B Income	B Accumulation
Opening number of shares	647,882	42,650,976	189,899,565
Shares issued	7,632	4,402,258	30,146,599
Shares cancelled	(155,019)	(7,114,504)	(82,213,596)
Shares converted	–	15,403	(14,078)
Closing number of shares	500,496	39,954,133	137,818,490

MI Chelverton UK Equity Growth Fund

Distribution Tables

for the year ended 31 December 2024

Income Share Distribution

Share class	Distribution	Shares	Net revenue p	Equalisation p	Distribution paid/payable 2024 p	Distribution paid 2023 p
B	Final	Group 1	4.4984	–	4.4984	4.7263
		Group 2	2.5152	1.9832	4.4984	4.7263

Accumulation Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Amount reinvested 2024 p	Amount reinvested 2023 p
A	Final	Group 1	1.7625	–	1.7625	2.0233
		Group 2	0.1949	1.5676	1.7625	2.0233
B	Final	Group 1	4.9183	–	4.9183	5.0824
		Group 2	1.8837	3.0346	4.9183	5.0824

Further information

Final period: 01.01.24 - 31.12.24

Group 1: Shares purchased prior to a distribution period

Group 2: Shares purchased during a distribution period

Equalisation

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

Investment Objective and Policy

The objective of the Sub-fund is to achieve long-term capital growth.

The Sub-fund will invest primarily in a portfolio of fully listed companies that trade on Continental European stock exchanges.

The policy will be to select a focused portfolio across all ranges of capitalisation, business sectors and countries of Europe.

The asset classes in which the Sub-fund may invest includes transferable securities, money market instruments, warrants, convertibles, cash and near cash and deposits as permitted for UCITS schemes under COLL and in accordance with the Sub-fund's investment powers as summarised in Appendix 2 of the Prospectus.

Investment Manager's Report

for the year ended 31 December 2024

Summary

It was a year of moderate equity market returns in Europe, especially in our base currency, GBP. Your portfolio returned +1.0% in 2024 (1). By comparison, our asset class of focus, European smaller companies fell -1.1% (2). The broader European equity market as measured by the MSCI Europe ex UK returned +2.8% in 2024 (3). A c.5% appreciation of GBP against the Euro over the year proved a headwind to all these returns.

Sources: (1) Morningstar, NAV to NAV, B Shares Accumulation, Total Return, GBP (2) MSCI Europe ex UK Small Cap (3) MSCI Europe ex UK. All returns sourced from Morningstar and GBP as at 31/12/24.

Investing usually involves making trade-offs. For example, if you seek high quality or high growth companies, you will normally expect to pay up for this privilege. Or, if you desire very cheap cash flows you would usually accept lower quality, lower growth, or weaker balance sheets. The underperformance of our asset class in the last few years means we can cherry pick and end up with a portfolio consisting of the best of all worlds – growth and quality and value and balance sheet resilience. In our opinion, the cost of this apparent free lunch is the need for patience whilst the tectonic plates of liquidity flows and momentum find a new and more fundamentally driven equilibrium.

Software, Defence and Deratings

If moderate NAV development implies a quiet year, then this would be giving the wrong impression – there is no such thing as a quiet year in small caps. Some comment on the main positive and negative contributors follows.

On the positive side, Mergers and Acquisitions ('M&A') continues to be a feature with three of the top contributors to performance coming from stocks which have been taken over. Pagero and Esker are both enterprise software companies and Visiativ was in process of developing from a reseller of others software to a developer of its own proprietary software. Following the technology derating of 2021, we established a strong position in the software segment, where despite a number of holdings falling to bids, we still retain 14.1% in the sector (Source: Chelverton Asset Management 31/12/24). These holdings all share the strong fundamental characteristics of companies which we expect to be long-term compounders for the portfolio.

The defence sector yielded two of our strongest contributors – Rheinmetall and Mildef. Towards the end of the year, we sold Rheinmetall and initiated a position in sector peer, Dassault Aviation. We judged that Dassault has similar visibility and growth as Rheinmetall, but on a much lower valuation – a c.6% Free cash flow yield ('FCFY') compared to a sub-2% FCFY. Mildef provides tactical IT support for the armed forces and should have visible growth for several years to come. This Swedish based company acquired an adjacent company in Germany, a move we and the market assessed as very positive for long term prospects.

On the downside, at least half of the detractors faced headwinds from cyclical parts of their operations. Danieli & C Officine in steel plants, Brunel and Amadeus Fire in recruitment, Infotel in IT services and Kering in luxury goods all suffering this fate. In all these cases the share prices performed worse than the downgrades, in shorthand, these shares were derated. Of this list, Amadeus Fire and Danieli & C Officine are top twenty positions, and we have added to both, assessing that both companies have taken market share and have the potential to bounce back strongly from the deep value ratings they reside on – both trade on double-digit FCFY's.

Stock specific factors also feature strongly. Francaise Energie, a low carbon energy producer had to lower long-term targets due to late granting of permits and service outages. Digital Value, an Italian reseller of IT products, revealed an investigation into alleged bribery of government officials. Whilst the full implications were not clear, the public sector represents half of the company's sales – we took a zero-tolerance approach to this potential governance breach and sold our position.

MI Chelverton European Select Fund

Investment Manager's Report

continued

Increased conviction and concentration

Our response to portfolio intrinsic value improvement not being matched by NAV change has been to increase conviction in our better ideas. This is seen in the following:

	Number of holdings	Top 10	Top 20
As at 31/12/22	65	24.0%	42.3%
As at 31/12/24	51	30.1%	54.8%

Source: Chelverton Asset Management

Over the past two years we have not replaced several holdings that were subject of M&A (in total there have been nine) and we simultaneously ensured we were not running with an unproductive and energy sapping tail of holdings. Proceeds were typically re-invested in our top twenty positions.

Textbook theory has it that if a portfolio manager gets 55% of decisions right, strong returns will be delivered. That will be the case in an evenly weighted portfolio but practical lessons and observations from many successful investors suggest that the ratio can be skewed the other way, and you can still deliver very strong returns. In other words - 'win big, lose small.' William Greene who interviewed many of the most successful investors for his excellent book, Richer Wiser Happier, summarised this with the wonderfully succinct phrase/formula:

Steady compounding – disaster = spectacular success.

In our nearly seven years together, and excluding detractors, ten stocks contributed most of our returns. Nearly all of these stocks have been 'multi-baggers.' The purpose of the increasing concentration is to try to skew our returns to these future 'multi-baggers.'

The inverse of this is that we must be ruthless when we determine that an investment case is not working out and risks detracting from returns. In 2024 we critically assessed the cases in a handful of companies and realised our initial cases, especially were compromised. The sales of AMG (lithium), Signify (lighting) and Boliden (copper) all loosely in the energy transition area as well as Schoeller Bleckman and TGS-Nopec in the energy services sector are examples where the top-down assumptions we were using couldn't, or shouldn't, be relied upon.

Asymmetric Opportunities

One way of describing our job is that it is to find and take advantage of asymmetric risk opportunities. Volatility in France in 2024 led us to increase our number of French holdings without a commensurate increase in exposure to the domestic economy:

	31/12/23	31/12/24
Portfolio exposure to France	17.7%	25.1%
Portfolio exposure to French economy	8.6%	10.4%

Source: Chelverton Asset Management

Good companies were on sale. New holdings in France included Trigano, Europe's leading producer of motor homes; Robertet, a producer of flavours and natural ingredients as well as GTT, by far the dominant provider of membranes for LNG carriers.

Swissquote and Technogym both entered the portfolio in 2024 and had a positive start with their contributions to performance. Technogym is a leading producer of exercise equipment globally. Swissquote is a software company with a banking license – a company which started out as an online broker and has successfully transitioned into a challenger to the established domestic banks.

Quality - The Unsung Feature

We consider that our portfolio offers healthy growth prospects and an extremely safe balance sheet for a commensurately modest valuation.

As our asset class has been out of favour, we have also been able to access a quality of company on a valuation which might not have been possible a few years prior. Whilst our overall valuation and growth metrics have not changed that much over the last couple of years the 'hidden' improvement in the portfolio has been in its quality. There has been a sharp improvement in the overall portfolio quality over the last 2 years and we believe the current portfolio has demonstrably higher quality metrics than both the SMID index but also the overall index with its large cap quality bias.

Investment Manager's Report

continued

The quality of the average company in the European SMID index is not especially attractive. Stock picking in small caps can be a treacherous game with a wide range of companies failing to deliver shareholder value. We think focusing on the metrics we do gives us a better than average chance of continuing to find the winners in what is a very diverse universe.

Whether your interest lies in economics, politics, social or technological arenas, we are living in an age of complexity and unpredictability. Whilst this may feel like a challenging backdrop to invest from, we feel that our approach which embeds margin of safety and resilience is an appropriate way to respond to and address these complexities. These quality metrics are one way of expressing resilience.

Outlook

As European small cap investors we are acutely aware that the party has been elsewhere the last couple of years. We have been fortunate that the fund has seen net inflows over a period when broader capital flows have been going in the opposite direction. Gareth and I would like to thank investors for their patience over this period. We know you are subject to a range of pressures, and we do not take your patience and fortitude for granted.

We are enthusiastic as to what we see in front of us in our universe. A sideways performance in recent years belies our belief that we have continuously worked to improve both our process and our portfolio over this period. The headline metrics referred to capture some but not all of these improvements. We would highlight the improvements in overall quality of portfolio as well as balance sheet resilience as the unsung, and as yet, unrewarded features. We recently set 2030 objectives, and all our decisions and thinking will be taken with this time horizon in mind. We are confident that the fundamentally strong proposition we see, can and will deliver strong absolute and relative returns going forward.

MI Chelverton European Select Fund

Portfolio Statement

as at 31 December 2024

Holding	Security	Market value £	% of total net assets 2024
TECHNOLOGY 31.27% (33.38%)			
Software and Computer Services 25.01% (26.43%)			
1,380,000	4C	984,267	0.52
102,000	Admicom	3,988,803	2.10
1,873,548	Avensia	1,043,548	0.55
1,056,153	Bouvet	5,470,100	2.88
230,000	CAG	1,821,792	0.96
596,000	CTAC	1,443,410	0.76
178,959	Fabasoft	2,486,160	1.31
111,287	Infotel	3,987,392	2.10
118,795	Lime Technologies	3,136,519	1.65
107,000	Mensch und Maschine Software	4,694,617	2.47
800,000	Neosperience	265,406	0.14
125,000	Planisware	2,892,511	1.52
526,529	Serviceware	5,240,398	2.75
1,636,920	SmartCraft	2,994,963	1.57
27,010	Sopra Steria	3,824,008	2.01
116,000	TXT e-solutions	3,271,129	1.72
		47,545,023	25.01
Technology Hardware and Equipment 6.26% (6.95%)			
10,400	ASM International	4,820,038	2.53
45,000	BE Semiconductor Industries	4,937,795	2.60
961,056	EuroGroup Laminations	2,152,153	1.13
		11,909,986	6.26
TELECOMMUNICATIONS 2.33% (1.26%)			
Telecommunications Equipment 2.33% (1.26%)			
45,446,005	Huddly	626,819	0.33
126,512	INIT Innovation in Traffic Systems	3,798,403	2.00
		4,425,222	2.33
HEALTH CARE 3.17% (5.30%)			
Pharmaceuticals and Biotechnology 3.17% (5.30%)			
9,191	Limes Schlosskliniken	2,500,330	1.31
15,700	Roche	3,538,633	1.86
		6,038,963	3.17
FINANCIALS 8.70% (1.24%)			
Investment Banking and Brokerage Services 8.70% (1.24%)			
320,000	JDC	5,971,635	3.14
1,000,000	Kinnevik	5,327,575	2.80
17,100	Swissquote	5,250,622	2.76
		16,549,832	8.70
CONSUMER DISCRETIONARY 9.96% (9.15%)			
Automobiles and Parts 0.00% (2.18%)			
Household Goods and Home Construction 1.74% (2.18%)			
123,000	Kaufman & Broad	3,305,300	1.74

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
	Leisure Goods 8.22% (1.81%)		
3,275,681	Enad Global 7	3,862,300	2.03
715,000	Technogym	5,817,492	3.06
59,000	Trigano	5,960,189	3.13
		15,639,981	8.22
	Personal Goods 0.00% (2.17%)		
	Media 0.00% (0.81%)		
	INDUSTRIALS 29.94% (29.42%)		
	Construction and Materials 7.23% (8.02%)		
34,000	Ackermans & Van Haaren	5,371,983	2.82
118,000	Arcadis	5,749,772	3.02
71,000	Assystem	2,646,969	1.39
		13,768,724	7.23
	Electronic and Electrical Equipment 2.08% (1.07%)		
1,130,000	Capsol Technologies	834,946	0.44
470,000	Norbit	3,112,277	1.64
		3,947,223	2.08
	Aerospace and Defense 4.84% (2.12%)		
32,600	Dassault Aviation	5,331,940	2.80
430,000	Mildef	3,875,639	2.04
		9,207,579	4.84
	General Industrials 3.36% (3.63%)		
281,494	Recticel	2,446,759	1.29
25,200	Siemens	3,945,638	2.07
		6,392,397	3.36
	Industrial Engineering 4.27% (6.06%)		
267,000	Danieli & C Officine	4,167,654	2.19
425,000	Tecnicas Reunidas	3,947,914	2.08
		8,115,568	4.27
	Industrial Support Services 7.39% (7.23%)		
83,000	Amadeus Fire	5,238,701	2.75
531,000	Brunel International	3,976,885	2.09
473,541	Rejlers	4,857,252	2.55
		14,072,838	7.39
	Industrial Transportation 0.77% (1.29%)		
65,626	Frequentis	1,458,718	0.77
	BASIC MATERIALS 6.63% (5.98%)		
	Industrial Metals and Mining 3.33% (2.56%)		
466,000	Vallourec	6,344,356	3.33
	Precious Metals and Mining 1.71% (3.42%)		
139,300	Imerys	3,246,521	1.71

MI Chelverton European Select Fund

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
	Chemicals 1.59% (0.00%)		
4,300	Robertet	3,024,301	1.59
	ENERGY 5.11% (10.76%)		
	Oil, Gas and Coal 4.29% (5.12%)		
54,200	Gaztransport Technigaz	5,780,974	3.04
968,000	Var Energi	2,384,153	1.25
		8,165,127	4.29
	Alternative Energy 0.82% (5.64%)		
79,534	La Française de l'Energie	1,560,072	0.82
	Investment assets	184,717,731	97.11
	Net other assets	5,499,156	2.89
	Net assets	190,216,887	100.00

All investments are ordinary shares or stock units on a regulated securities market unless otherwise stated. The percentages in brackets show the equivalent % holdings as at 31.12.23.

Comparative Tables

Change in net assets per share

A Income	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	155.40	149.38	165.18
Return before operating charges^	2.66	9.74	-11.99
Operating charges	-0.80	-0.78	-0.74
Return after operating charges^	1.86	8.96	-12.73
Distributions	-3.18	-2.94	-3.07
Closing net asset value per share	154.08	155.40	149.38
^After direct transaction costs of	-0.51	-0.21	-0.09
Performance			
Return after charges	1.20%	6.00%	-7.71%
Other information			
Closing net asset value	£12,356,667	£12,472,440	£7,190,245
Closing number of shares	8,019,737	8,026,051	4,813,527
Operating charges	0.50%	0.51%	0.51%
Ongoing operating charges	0.49%	0.50%	0.51%
Direct transaction costs	0.32%	0.14%	0.06%
Prices			
Highest share price	172.30	166.70	166.69
Lowest share price	150.22	131.13	127.85

A Accumulation	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	118.17	111.47	120.00
Return before operating charges^	1.96	7.28	-7.98
Operating charges	-0.61	-0.58	-0.55
Return after operating charges^	1.35	6.70	-8.53
Distributions	-2.42	-2.19	-2.48
Retained distributions on accumulation shares	2.42	2.19	2.48
Closing net asset value per share	119.52	118.17	111.47
^After direct transaction costs of	-0.39	-0.16	-0.06
Performance			
Return after charges	1.14%	6.01%	-7.11%
Other information			
Closing net asset value	£71,138,081	£75,414,451	£70,025,569
Closing number of shares	59,519,691	63,817,470	62,818,726
Operating charges	0.50%	0.51%	0.51%
Ongoing operating charges	0.49%	0.50%	0.51%
Direct transaction costs	0.32%	0.14%	0.06%
Prices			
Highest share price	131.02	124.40	121.08
Lowest share price	114.24	99.60	95.27

MI Chelverton European Select Fund

Comparative Tables

continued

Change in net assets per share

B Income	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	134.55	129.46	142.85
Return before operating charges^	2.28	8.42	-9.73
Operating charges	-1.31	-1.26	-1.21
Return after operating charges^	0.97	7.16	-10.94
Distributions	-2.11	-2.07	-2.45
Closing net asset value per share	133.41	134.55	129.46
^After direct transaction costs of	-0.44	-0.18	-0.08
Performance			
Return after charges	0.72%	5.53%	-7.66%
Other information			
Closing net asset value	£26,893,689	£20,111,045	£16,734,020
Closing number of shares	20,159,000	14,947,103	12,926,302
Operating charges	0.95%	0.96%	0.96%
Ongoing operating charges	0.95%	0.96%	0.96%
Direct transaction costs	0.32%	0.14%	0.06%
Prices			
Highest share price	148.90	144.36	144.22
Lowest share price	130.04	113.50	110.82

B Accumulation	31.12.24 p	31.12.23 p	31.12.22 p
Opening net asset value per share	151.02	143.00	154.59
Return before operating charges^	2.42	9.43	-10.27
Operating charges	-1.48	-1.41	-1.32
Return after operating charges^	0.94	8.02	-11.59
Distributions	-2.20	-2.31	-2.55
Retained distributions on accumulation shares	2.20	2.31	2.55
Closing net asset value per share	151.96	151.02	143.00
^After direct transaction costs of	-0.50	-0.21	-0.08
Performance			
Return after charges	0.62%	5.61%	-7.49%
Other information			
Closing net asset value	£67,459,722	£59,001,604	£60,507,951
Closing number of shares	44,394,398	39,068,068	42,312,201
Operating charges	0.95%	0.96%	0.96%
Ongoing operating charges	0.95%	0.96%	0.96%
Direct transaction costs	0.32%	0.14%	0.06%
Prices			
Highest share price	167.13	159.58	155.98
Lowest share price	145.96	127.40	122.32

Comparative Tables

continued

C Accumulation*	31.12.24 p	31.12.23 p
Opening net asset value per share	105.89	100.00 [†]
Return before operating charges [^]	1.69	6.73
Operating charges	-0.93	-0.84
Return after operating charges [^]	0.76	5.89
Distributions	-1.77	0.00
Retained distributions on accumulation shares	1.77	0.00
Closing net asset value per share	106.65	105.89
[^] After direct transaction costs of	-0.35	-0.14
Performance		
Return after charges	0.72%	5.89%
Other information		
Closing net asset value	£12,368,728	£8,574,213
Closing number of shares	11,597,090	8,097,090
Operating charges	0.85%	0.86%
Ongoing operating charges	0.85%	0.86%
Direct transaction costs	0.32%	0.14%
Prices		
Highest share price	117.24	106.64
Lowest share price	102.35	89.31

*C Accumulation shares launched 24 August 2023.

[†]Launch price 100.00p

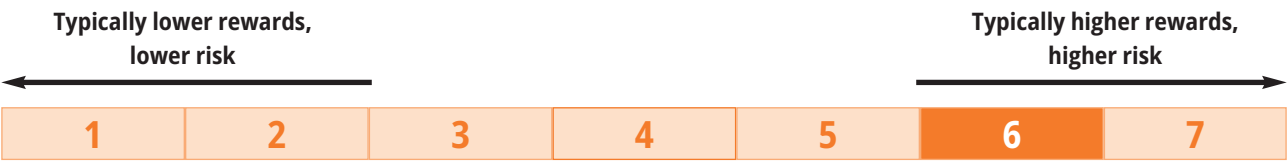
Operating charges include indirect costs incurred in the maintenance and running of the Sub-fund, as disclosed (but not limited to) the detailed expenses within the Statement of Total Return. The figures used within this table have been calculated by annualising the expenses incurred against the average Net Asset Value for the accounting year.

The return after charges is calculated as the closing Net Asset Value per share plus the distributions on income shares minus the opening Net Asset Value per share as a % of the opening Net Asset Value per share. The basis of valuation of investments used to calculate Net Asset Value per share is described in notes to the Financial Statements 1h) and complies with requirements of the current Statement of Recommended Practice for UK Authorised Funds. This differs from the basis used to calculate daily published single prices, in which listed investments are valued at 12:00 mid prices.

Direct transaction costs include fees, commissions, transfer taxes and duties in the purchasing and selling of investments, which are offset (where applicable) against any dilution levies charged within the accounting year. The figures used within the table have been calculated against the average Net Asset Value for the accounting year.

Risk and Reward Profile

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



This Sub-fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The indicator does not take into account the following risks of investing in this Sub-fund:

- Investing overseas can bring additional returns and spread risk to different markets. There are risks, however, that changes in currency exchange rates may cause the value of the investment to decrease or increase.
- For further risk information please see the Prospectus.

Risk warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the revenue from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

Statement of Total Return

for the year ended 31 December 2024

	Note	£	31.12.24 £	£	31.12.23 £
Income					
Net capital (losses)/gains	2		(2,228,761)		3,946,548
Revenue	3	5,263,581		4,509,158	
Expenses	4	(1,438,519)		(1,296,173)	
Interest payable and similar charges	4	–		(20)	
Net revenue before taxation		3,825,062		3,212,965	
Taxation	5	(410,359)		(360,326)	
Net revenue after taxation			3,414,703		2,852,639
Total return before distributions			1,185,942		6,799,187
Distributions	6		(3,414,682)		(2,852,629)
Change in net assets attributable to Shareholders from investment activities			(2,228,740)		3,946,558

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31 December 2024

	£	31.12.24 £	£	31.12.23 £
Opening net assets attributable to Shareholders		175,573,753		154,457,785
Amounts receivable on issue of shares	62,522,747		64,525,322	
Less: Amounts payable on cancellation of shares	(48,486,154)		(49,926,269)	
Dilution levy	43,112		57,089	
		14,079,705		14,656,142
Change in net assets attributable to Shareholders from investment activities (see Statement of Total Return above)		(2,228,740)		3,946,558
Retained distributions on accumulation shares		2,792,169		2,513,268
Closing net assets attributable to Shareholders		190,216,887		175,573,753

The notes on pages 61 to 67 form an integral part of these Financial Statements.

MI Chelverton European Select Fund

Balance Sheet

as at 31 December 2024

	Note	£	31.12.24 £	£	31.12.23 £
ASSETS					
Fixed Assets					
Investments			184,717,731		169,410,224
Current Assets					
Debtors	7	1,655,561		913,585	
Cash and bank balances	9	4,684,179		6,441,812	
Total current assets			6,339,740		7,355,397
Total assets			191,057,471		176,765,621
LIABILITIES					
Creditors					
Bank overdrafts	9	(494,272)		(656,249)	
Distribution payable		(71,475)		(15,049)	
Other creditors	8	(274,837)		(520,570)	
Total creditors			(840,584)		(1,191,868)
Total liabilities			(840,584)		(1,191,868)
Net assets attributable to Shareholders			190,216,887		175,573,753

The notes on pages 61 to 67 form an integral part of these Financial Statements.

Notes to the Financial Statements

for the year ended 31 December 2024

1. Accounting Policies

The Sub-fund's Financial Statements have been prepared on the same basis as the Accounting Policies stated on pages 7 and 8.

2. Net Capital (Losses)/Gains

	31.12.24 £	31.12.23 £
Non-derivative securities	(1,978,467)	4,107,562
Currency losses	(248,300)	(165,273)
Movement on capital reclaims	16,150	21,488
Transaction charges	(18,144)	(17,229)
Net capital (losses)/gains	(2,228,761)	3,946,548

3. Revenue

	31.12.24 £	31.12.23 £
Overseas dividends	5,091,654	4,365,634
Bank interest	171,927	143,524
Total revenue	5,263,581	4,509,158

4. Expenses

	31.12.24 £	31.12.23 £
Payable to the Authorised Corporate Director ('ACD'), associates of the ACD and agents of either of them:		
ACD's fee	161,618	147,698
Registration fees	156,839	122,390
	318,457	270,088
Payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	1,044,760	938,166
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	41,427	36,322
Safe custody and other bank charges	29,259	27,137
	70,686	63,459
Auditor's remuneration*:		
Audit fee	10,870	10,870
Tax compliance services	2,350	2,348
	13,220	13,218

Notes to the Financial Statements

continued

4. Expenses (continued)

	31.12.24 £	31.12.23 £
Other expenses:		
Legal fees	5,270	8,178
Printing costs	3,405	3,064
	8,675	11,242
Total Ongoing charge (OCG) rebates accrued against expenses	(17,279)	-

Expenses	1,438,519	1,296,173
Interest payable and similar charges	-	20
Total	1,438,519	1,296,193

*Included within the auditor's remuneration is irrecoverable VAT of £2,203 (2023 : £2,203).

5. Taxation

	31.12.24 £	31.12.23 £
(a) Analysis of charge in the year:		
Overseas tax	410,359	360,326
Total tax charge (note 5b)	410,359	360,326

(b) Factors affecting taxation charge for the year:

Net revenue before taxation	3,825,062	3,212,965
Corporation tax at 20%	765,012	642,593
Effects of:		
Movement in surplus management expenses	253,318	230,534
Overseas tax expensed	410,359	360,326
Non-taxable overseas earnings	(1,018,330)	(873,127)
Total tax charge (note 5a)	410,359	360,326

(c) Deferred tax

At the year end there is a potential deferred tax asset of £872,208 (2023: £618,890) in relation to surplus management expenses of £4,361,040 (2023: £3,094,451). It is unlikely that the Sub-fund will generate sufficient taxable profits in the future to utilise these expenses and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements

continued

6. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

		31.12.24 £	31.12.23 £
Interim distribution	30.06.24	2,991,321	2,983,577
Final distribution	31.12.24	405,878	19,402
		3,397,199	3,002,979
Revenue deducted on cancellation of shares		221,811	65,111
Revenue received on issue of shares		(204,328)	(215,461)
Distributions		3,414,682	2,852,629

Reconciliation of net revenue after taxation to net distributions:

Net revenue after taxation per Statement of Total Return		3,414,703	2,852,639
Undistributed revenue brought forward		61	51
Undistributed revenue carried forward		(82)	(61)
Distributions		3,414,682	2,852,629

7. Debtors

	31.12.24 £	31.12.23 £
Amounts receivable on issues	614,212	154,272
Accrued income:		
Bank interest receivable	–	13,506
Overseas tax recoverable	1,033,190	744,522
Prepaid expenses:		
Legal fees	1,259	1,285
Investment Manager rebate against expenses	6,900	–
Total debtors	1,655,561	913,585

Notes to the Financial Statements

continued

8. Other Creditors

	31.12.24 £	31.12.23 £
Amounts payable on cancellations	139,306	40,463
Currency deals outstanding	–	262
Purchases awaiting settlement	–	377,071
Accrued expenses:		
Amounts payable to the Authorised Corporate Director (ACD), associates of the ACD and agents of either of them:		
Registration fees	10,878	–
Amounts payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	87,936	73,807
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	14,006	8,655
Safe custody and other bank charges	9,335	5,925
	23,341	14,580
Auditor's remuneration*:		
Audit fee	10,870	10,870
Tax compliance services	1,176	2,348
	12,046	13,218
Other expenses:		
Printing costs	1,330	1,169
Total other creditors	274,837	520,570

*Included within the auditor's remuneration is irrecoverable VAT of £2,008 (2023: £2,203).

9. Cash and Bank Balances

	31.12.24 £	31.12.23 £
Cash and bank balances	4,684,179	6,441,812
Overdraft positions	(494,272)	(656,249)
Cash and bank balances	4,189,907	5,785,563

10. Related Party Transactions

Apex Fundrock Limited ('AFL') is regarded as a related party by virtue of having the ability to act in respect of the operations of the Sub-fund in its capacity as the Authorised Corporate Director ('ACD').

ACD and other fees payable to AFL are disclosed in note 4 and amounts due at the year end are shown in note 8.

Fees payable to Chelverton Asset Management Limited ('the Investment Manager') are disclosed in note 4 and amounts due at the year end are shown in note 8.

Amounts receivable on issue and payable on cancellation of shares and dilution levy are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and in note 6, amounts due at the year end are shown in notes 7 and 8.

At the year end the Sub-fund did not hold shares in any of the other Sub-funds within the MI Chelverton Equity Fund.

Notes to the Financial Statements

continued

11. Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: none).

12. Risk Management Policies and Disclosures

The main risks arising from financial instruments and the ACD's policies for managing these risks are disclosed on pages 8 and 9.

These policies have been consistent for both years through which these financial statements relate.

Numerical disclosures relating to the Sub-fund are as follows:

Market price risk

At the balance sheet date, if the price of the investments held by the Sub-fund increased or decreased by 10%, with all other variables held constant, the net assets attributable to Shareholders would increase or decrease by approximately £18,471,773 (2023: £16,941,022).

Currency risk

Although the Sub-fund's capital and income are denominated in sterling, a proportion of the Sub-fund's investments may have currency exposure and, as a result, the income and capital value of the Sub-fund are affected by currency movements.

The table below details the currency risk profile at the balance sheet date.

Currency	31.12.24 £	31.12.23 £
Danish krone	1,387	1,450
Euro	136,666,770	121,678,864
Norwegian krone	15,634,770	13,182,420
Pound sterling	3,996,363	5,350,865
Swedish krona	24,967,195	28,184,876
Swiss franc	8,950,402	7,175,278
	190,216,887	175,573,753

At the balance sheet date, if the value of sterling increased or decreased by 10%, with all other variables held constant, then the net assets attributable to Shareholders would increase or decrease by approximately £18,622,052 (2023: £17,022,289).

Notes to the Financial Statements

continued

13. Portfolio Transaction Costs

31.12.24

Analysis of purchases	Total purchase cost £	£	Commissions paid %	£	Taxes %	Purchases before transaction cost £
Equities	140,255,197	114,987	0.08	131,970	0.09	140,008,240
Corporate actions	(6,237,888)	–	0.00	–	0.00	(6,237,888)
Total purchases after commissions and tax	134,017,309					

Analysis of sales	Net sale proceeds £	£	Commissions paid %	£	Taxes %	Sales before transaction cost £
Equities	116,632,096	93,516	0.08	3	0.00	116,725,615
Total sales after commissions and tax	116,632,096					
Commission as a % of average net assets	0.11%					
Taxes as a % of average net assets	0.07%					

31.12.23

Analysis of purchases	Total purchase cost £	£	Commissions paid %	£	Taxes %	Purchases before transaction cost £
Equities	84,699,032	66,312	0.08	30,684	0.04	84,602,036
Corporate actions	(5,088,416)	–	0.00	–	0.00	(5,088,416)
Total purchases after commissions and tax	79,610,616					

Analysis of sales	Net sale proceeds £	£	Commissions paid %	£	Taxes %	Sales before transaction cost £
Equities	66,427,306	51,533	0.08	2	0.00	66,478,841
Total sales after commissions and tax	66,427,306					
Commission as a % of average net assets	0.07%					
Taxes as a % of average net assets	0.02%					

Commissions and taxes as a % of the average net assets form part of the direct transaction costs stated within the comparative tables on pages 55 to 57. The direct transaction costs within the comparative tables may differ due to the effect of dilution levies charged (where applicable).

14. Portfolio Dealing Spread

The average portfolio dealing spread at 31 December 2024 is 1.62% (2023: 0.52%).

Notes to the Financial Statements

continued

15. Post Balance Sheet Events

There were no notifiable events post the year end balance sheet date.

16. Fair Value Disclosure

Valuation technique	31.12.24		31.12.23	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1^	184,717,731	–	169,410,224	–
Level 2^^	–	–	–	–
Level 3^^^	–	–	–	–
	184,717,731	–	169,410,224	–

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

^^ Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1.

^^^ Level 3: Valuation techniques using unobservable inputs.

17. Shares in Issue

	A		B		C
	Income	Accumulation	Income	Accumulation	Accumulation
Opening number of shares	8,026,051	63,817,470	14,947,103	39,068,068	8,097,090
Shares issued	997,623	18,534,680	14,502,264	9,048,599	3,500,000
Shares cancelled	(932,919)	(22,828,402)	(9,372,510)	(3,725,451)	–
Shares converted	(71,018)	(4,057)	82,143	3,182	–
Closing number of shares	8,019,737	59,519,691	20,159,000	44,394,398	11,597,090

MI Chelverton European Select Fund

Distribution Tables

for the year ended 31 December 2024

Income Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Distribution paid/payable 2024 p	Distribution paid 2023 p
A	Interim	Group 1	2.6422	–	2.6422	2.7511
		Group 2	1.6902	0.9520	2.6422	2.7511
	Final	Group 1	0.5358	–	0.5358	0.1875
		Group 2	0.1426	0.3932	0.5358	0.1875
B	Interim	Group 1	1.9718	–	1.9718	2.0694
		Group 2	0.6090	1.3628	1.9718	2.0694
	Final	Group 1	0.1414	–	0.1414	–
		Group 2	–	0.1414	0.1414	–

Accumulation Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Amount reinvested 2024 p	Amount reinvested 2023 p
A	Interim	Group 1	2.0085	–	2.0085	2.0486
		Group 2	1.6567	0.3518	2.0085	2.0486
	Final	Group 1	0.4121	–	0.4121	0.1415
		Group 2	0.0417	0.3704	0.4121	0.1415
B	Interim	Group 1	2.2029	–	2.2029	2.3131
		Group 2	0.8381	1.3648	2.2029	2.3131
	Final	Group 1	0.1565	–	0.1565	–
		Group 2	–	0.1565	0.1565	–
C*	Interim	Group 1	1.5991	–	1.5991	–
		Group 2	1.3191	0.2800	1.5991	–
	Final	Group 1	0.1694	–	0.1694	–
		Group 2	0.0242	0.1452	0.1694	–

*C Accumulation shares launched 24 August 2023.

Further information

Interim period: 01.01.24 - 30.06.24

Final period: 01.07.24 - 31.12.24

Group 1: Shares purchased prior to a distribution period

Group 2: Shares purchased during a distribution period

Equalisation

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

Investment Objective and Policy

The Sub-fund aims to provide capital growth, over a rolling 5 year period.

The Sub-fund is actively managed and will invest at least 80% of the value of its property in equities listed on the London Stock Exchange or on the UK Alternative Investment Market (AIM) and which are domiciled, incorporated or have a significant part of their business in the UK. Investment can be in companies of any size and in any business sectors.

The Sub-fund may also invest up to 20% in other transferable securities, money market instruments, warrants, convertibles, cash and near cash and deposits.

The Sub-fund may use derivatives but only for the purpose of efficient portfolio management to reduce risk and cost in the Sub-fund.

Investment Manager's Report

for the period ended 31 December 2024

We launched the Chelverton UK Opportunities fund at the end of October 2024. For the period 2/11/2024 to 31/12/2024 the B GBP Accumulation units rose 1.09% compared with the UK Equity market return on 0.54%.

(Source: Morningstar, NAV to NAV, B Shares Accumulation, Total Return)

The Sub-fund will follow a pragmatic business cycle investment approach combining top down economic and stock market strategy with fundamental stock selection.

We believe that a key determinant of share price performance is the change in a company's earnings growth relative to the stock market average. We seek to tilt the portfolio towards those companies which exhibit the fastest undiscounted earnings growth relative to the UK stock market throughout the business cycle.

Monetary policy is a significant factor for economic growth and central banks across the world have begun the cycle of interest rate reductions, raising the prospect of stronger economic growth. Confidence in the deflationary process is required to underpin market expectations of monetary easing. We anticipate further interest rate reductions in the coming months and the prospect of faster economic growth your portfolio is invested with a pro-cyclical tilt. This means we own proportionately more of those stocks whose earnings we expect to benefit from economic recovery and falling interest rates. Looking at economic indicators it is clear the services sector is outperforming manufacturing across the world. By contrast global manufacturing data is weak. Leading indicator data for the US, UK and Europe all clearly reflect this hiatus in demand languishing at readings below 50 indicating contraction.

Financials make up our largest exposure with key holdings in Barclays and Standard Chartered. It has taken nearly two decades of super-low interest rates to fix bank balance sheets following the great financial crisis and the conditions for value creation in banks are now in place.

Consumer cyclicals are our second largest style grouping reflecting our confidence that there will be a pick-up in consumer spending following a period of real wage growth and a stable employment market that has led to reductions in household debt and improved housing affordability. The expected easing of planning restrictions should also benefit growth in housing transactions from depressed levels. We own two housebuilders, Taylor Wimpey and Barratt Redrow, and Luceco (wiring accessories and lighting) which is exposed to housing repair, maintenance and improvement. We also own Whitbread (hotels), B&M European Value Retail (retail) and On the Beach (online tour operator).

Industrial cyclicals are approximately 11% of the portfolio. Whilst companies in this part of the market are now in good shape to benefit from the recovery when it comes, end demand is still weak. We have kept individual stock weightings relatively low here; there is still the chance of small earnings downgrades and whilst valuations are low enough to mostly absorb further earnings forecast reductions we think it is too early to be bullish. Companies we own include Vesuvius (steel and foundry consumables), Bodycote (industrial heat treatment) Rotork (industrial valves) and Victrex (speciality chemicals).

We have invested approximately 10% of your portfolio in growth stocks, in businesses which we think can grow their earnings above average through the business cycle and where valuations, at present, are enticing. We own Bytes Technology (software reseller), Auction Technology, (online bidding services for auctioneers), and Alpha Group International (a tech-enabled provider of FX management to mid-sized business customers and other banking services to the alternative investment market.)

Investment Manager's Report

continued

A further ~17% of your fund is invested in growth defensive stocks. These are businesses whose profit growth is less sensitive to changes in the rate of economic growth and we are underweight this group relative to the market. However, we have selected stocks where we think there is scope for positive earnings surprises and valuation expansion compared with similar companies. Stocks in this part of the portfolio include GSK (pharmaceuticals), Rentokil Initia (pest control), Reckitt Benckiser (household goods) and Hikma Pharmaceuticals (pharmaceuticals).

Following the UK budget the increase in government borrowing and additional taxation on the UK corporate sector through National Insurance payments plus the increase in the minimum wage has unsettled the gilt market with yields rising in response to higher inflation expectations. The Bank of England 6-3 vote to leave interest rates unchanged in December was more divided than the market expected. The doves are concerned by the probability of weaker UK economic growth rather than near term inflationary pressure. With UK money supply growth only 3-4% and with the government's increase in business costs we are likely to see a rise in unemployment – which could bear down on inflationary pressures faster than expected. The silver lining may be larger reductions in UK interest rates than currently expected. Higher financing costs are already impacting activity and consumer confidence with data showing a decline in UK mortgage approvals and UK consumer credit growth. However the UK market remains at a significant valuation discount to other global equity markets and has many internationally competitive businesses.

We retain a pro-cyclical bias in your fund in anticipation of further monetary easing and are encouraged by signs towards the year end that global new order manufacturing data looks to be troughing.

Portfolio Statement

as at 31 December 2024

Holding	Security	Market value £	% of total net assets 2024
	TECHNOLOGY 4.05%		
	Software and Computer Services 4.05%		
53,000	Auction Technology	291,500	0.96
53,600	Auto Trader	422,582	1.38
50,000	Bytes Technology	211,300	0.69
171,000	Kooth*	310,365	1.02
		1,235,747	4.05
	HEALTH CARE 12.87%		
	Health Care Providers 2.03%		
276,000	Spire Healthcare	621,000	2.03
	Medical Equipment and Services 1.24%		
171,600	ConvaTec	379,579	1.24
	Pharmaceuticals and Biotechnology 9.60%		
4,750	AstraZeneca	497,040	1.63
23,000	Genus	356,040	1.17
92,000	GSK	1,238,320	4.06
42,000	Hikma Pharmaceuticals	837,060	2.74
		2,928,460	9.60
	FINANCIALS 25.82%		
	Banks 7.51%		
452,000	Barclays	1,212,264	3.97
109,100	Standard Chartered	1,078,563	3.54
		2,290,827	7.51
	Investment Banking and Brokerage Services 10.05%		
14,400	Alpha Group International	335,520	1.10
26,800	Brooks Macdonald*	439,520	1.44
97,000	Foresight	398,670	1.31
50,300	IG Group	498,222	1.63
336,000	Man Group	720,384	2.36
209,000	Schroders	674,234	2.21
		3,066,550	10.05
	Life Insurance 6.99%		
265,000	Aviva	1,242,055	4.07
140,000	Prudential	891,520	2.92
		2,133,575	6.99
	Nonlife Insurance 1.27%		
59,000	Lancashire Holdings	388,220	1.27
	REAL ESTATE 3.15%		
	Real Estate Investment and Services Development 3.15%		
150,000	Rightmove	962,700	3.15

MI Chelverton UK Opportunities Fund

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
	CONSUMER DISCRETIONARY 18.62%		
	Household Goods and Home Construction 6.19%		
226,700	Barratt Redrow	997,707	3.27
730,000	Taylor Wimpey	891,330	2.92
		1,889,037	6.19
	Leisure Goods 0.79%		
110,000	Team17*	242,000	0.79
	Personal Goods 1.98%		
74,089	Warpaint London*	380,817	1.25
40,000	Watches of Switzerland	223,800	0.73
		604,617	1.98
	Media 2.43%		
10,000	4imprint	485,500	1.59
27,700	Future	256,502	0.84
		742,002	2.43
	Retailers 3.34%		
175,000	B&M European Value Retail	642,250	2.10
49,000	Inchcape	377,055	1.24
		1,019,305	3.34
	Travel and Leisure 3.89%		
97,000	On The Beach	245,895	0.81
31,900	Whitbread	939,774	3.08
		1,185,669	3.89
	CONSUMER STAPLES 6.24%		
	Beverages 3.56%		
29,500	Diageo	748,415	2.45
50,000	Fevertree Drinks*	336,750	1.11
		1,085,165	3.56
	Personal Care, Drug and Grocery Stores 2.68%		
16,900	Reckitt Benckiser	816,608	2.68
	INDUSTRIALS 12.72%		
	Aerospace and Defense 0.73%		
40,000	Melrose Industries	221,280	0.73
	Electronic and Electrical Equipment 5.75%		
26,765	discoverIE	191,370	0.63
222,000	Luceco	285,048	0.93
140,000	Rotork	439,320	1.44
33,500	Spectris	839,510	2.75
		1,755,248	5.75

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2024
	Industrial Engineering 3.15%		
87,500	Bodycote	552,999	1.81
96,500	Vesuvius	407,713	1.34
		960,712	3.15
	Industrial Support Services 3.09%		
56,577	FDM	178,218	0.58
192,000	Rentokil Initial	766,464	2.51
		944,682	3.09
	BASIC MATERIALS 6.35%		
	Industrial Metals and Mining 3.79%		
24,500	Rio Tinto	1,157,135	3.79
	Chemicals 2.56%		
24,700	Johnson Matthey	330,980	1.08
41,900	Victrex	450,006	1.48
		780,986	2.56
	ENERGY 7.37%		
	Oil, Gas and Coal 7.37%		
82,400	Ashtead Technologies*	458,968	1.50
320,000	BP	1,257,440	4.12
185,000	Hunting	534,650	1.75
		2,251,058	7.37
	UTILITIES 2.28%		
	Electricity 2.28%		
40,600	Telecom Plus	695,884	2.28
	Investment assets	30,358,046	99.47
	Net other assets	161,640	0.53
	Net assets	30,519,686	100.00

All investments are ordinary shares or stock units on a regulated securities market unless otherwise stated.

No comparative % as Sub-fund launched 29.10.24.

*Quoted on AIM.

Comparative Tables

Change in net assets per share

A Income	31.12.24 p
Opening net asset value per share	100.00 [†]
Return before operating charges [^]	-1.23
Operating charges	-0.46
Return after operating charges [^]	-1.69
Distributions	0.00
Retained distributions on accumulation shares	0.00
Closing net asset value per share	98.31
[^] After direct transaction costs of	-0.60
Performance	
Return after charges	-1.69%
Other information	
Closing net asset value	£29,848,474
Closing number of shares	30,362,471
Operating charges	0.47%
Ongoing operating charges*	0.65%
Direct transaction costs	0.61%
Prices	
Highest share price	100.71
Lowest share price	95.74

B Accumulation	31.12.24 p
Opening net asset value per share	100.00 [†]
Return before operating charges [^]	1.85
Operating charges	-0.82
Return after operating charges [^]	1.03
Distributions	0.00
Retained distributions on accumulation shares	n/a
Closing net asset value per share	101.03
[^] After direct transaction costs of	-0.61
Performance	
Return after charges	1.03%
Other information	
Closing net asset value	£671,212
Closing number of shares	664,383
Operating charges	0.82%
Ongoing operating charges*	1.00%
Direct transaction costs	0.61%
Prices	
Highest share price	103.13
Lowest share price	98.06

[†]Launch price 100.00p

*The operating charges are based on the charges incurred since the launch of the Sub-fund on 29 October 2024. Taking an average of the daily Net Asset Values for the last month of the year and the projected annual fees this has the effect of increasing the ongoing operating charges. The ACD believes this to be more representative of the charges going forwards.

Operating charges include indirect costs incurred in the maintenance and running of the Sub-fund, as disclosed (but not limited to) the detailed expenses within the Statement of Total Return. The figures used within this table have been calculated against the average Net Asset Value for the accounting period.

The return after charges is calculated as the closing Net Asset Value per share minus the opening Net Asset Value per share as a % of the opening Net Asset Value per share. The basis of valuation of investments used to calculate Net Asset Value per share is described in notes to the Financial Statements 1h and complies with requirements of the current Statement of Recommended Practice for UK Authorised Funds. This differs from the basis used to calculate daily published single prices, in which listed investments are valued at 12:00 mid prices.

Comparative Tables

continued

Direct transaction costs include fees, commissions, transfer taxes and duties in the purchasing and selling of investments, which are offset (where applicable) against any dilution levies charged within the accounting year. The figures used within the table have been calculated against the average Net Asset Value for the accounting period.

Risk and Reward Profile

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



The Sub-fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The indicator does not take into account the following risks of investing in this Sub-fund:

- As this Sub-fund is principally focused on a single geographical region, it will have greater exposure to the market, political and economic risks of that region than if it was more diversified across several countries.
- The Sub-fund may invest in smaller companies in accordance with its investment objective. These investments may be less liquid than investment in larger companies; as a result, their share price may be more volatile and offering a higher level of risk to investors.
- In difficult market conditions, the value of some investments may be less predictable than normal and the Fund may not be able to buy and sell these investments at the best time or at a fair price. This could affect the Fund's performance, potentially reducing your returns.
- The Sub-fund may hold a limited number of investments. If one of these investments falls in value this can have a greater impact on the Sub-fund's value than if it held a larger number of investments.
- For further risk information please see the Prospectus.

Risk warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the revenue from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

Statement of Total Return

for the period ended 31 December 2024

			29.10.24 to 31.12.24
	Note	£	£
Income			
Net capital gains	2		118,706
Revenue	3	147,289	
Expenses	4	(40,469)	
Net revenue before taxation		106,820	
Taxation	5	(1,391)	
Net revenue after taxation			105,429
Total return before distributions			224,135
Distributions	6		(105,402)
Change in net assets attributable to Shareholders from investment activities			118,733

Statement of Change in Net Assets Attributable to Shareholders

for the period ended 31 December 2024

		29.10.24 to 31.12.24
	£	£
Opening net assets attributable to Shareholders		-
Amounts receivable on issue of shares	30,398,957	
Less: Amounts payable on cancellation of shares	-	
		30,398,957
Change in net assets attributable to Shareholders from investment activities (see Statement of Total Return above)		118,733
Retained distributions on accumulation shares		1,996
Closing net assets attributable to Shareholders		30,519,686

The notes on pages 78 to 83 form an integral part of these Financial Statements.

No comparative period as Sub-fund launched 29 October 2024.

MI Chelverton UK Opportunities Fund

Balance Sheet

as at 31 December 2024

	Note	£	31.12.24 £
ASSETS			
Fixed Assets			
Investments			30,358,046
Current Assets			
Debtors	7	47,012	
Cash and bank balances	9	253,527	
Total current assets			300,539
Total assets			30,658,585
LIABILITIES			
Creditors			
Distribution payable		(112,129)	
Other creditors	8	(26,770)	
Total creditors			(138,899)
Total liabilities			(138,899)
Net assets attributable to Shareholders			30,519,686

The notes on pages 78 to 83 form an integral part of these Financial Statements.

No comparative period as Sub-fund launched 29 October 2024.

Notes to the Financial Statements

for the period ended 31 December 2024

1. Accounting Policies

The Sub-fund's Financial Statements have been prepared on the same basis as the Accounting Policies stated on pages 7 and 8.

	29.10.24 to 31.12.24 £
2. Net Capital Gains	
Non-derivative securities	119,280
Currency losses	(540)
Transaction charges	(34)
Net capital gains	118,706

	29.10.24 to 31.12.24 £
3. Revenue	
UK dividends	107,606
Overseas dividends	9,275
Property Income Distributions	27,785
Bank interest	2,623
Total revenue	147,289

	29.10.24 to 31.12.24 £
4. Expenses	
Payable to the Authorised Corporate Director ('ACD'), associates of the ACD and agents of either of them:	
ACD's fee	6,559
Registration fees	199
	<hr/> 6,758
Payable to the Investment Manager, associates of the Investment Manager and agents of either of them:	
Investment Manager's fee	20,581
Payable to the Depositary, associates of the Depositary and agents of either of them:	
Depositary's fee (including VAT)	705
Safe custody and other bank charges	245
	<hr/> 950
Auditor's remuneration*:	
Audit fee	9,218
Tax compliance services	2,348
	<hr/> 11,566

Notes to the Financial Statements

continued

	29.10.24 to 31.12.24 £
4. Expenses (continued)	
Other expenses:	
Legal fees	–
Printing costs	614
	<hr/> 614
Total	40,469

*Included within the auditors remuneration is irrecoverable VAT of £1,928.

	29.10.24 to 31.12.24 £
5. Taxation	
(a) Analysis of charge in the period:	
Overseas tax	1,391
Total tax charge (note 5b)	1,391
(b) Factors affecting taxation charge for the period:	
Net revenue before taxation	106,820
Corporation tax at 20%	21,364
Effects of:	
UK dividends	(21,521)
Overseas tax expensed	1,391
Surplus management expenses	2,012
Non-taxable overseas earnings	(1,855)
Total tax charge (note 5a)	1,391

(c) Deferred tax

At the period end there is a potential deferred tax asset of £2,012 in relation to surplus management expenses of £10,062. It is unlikely that the Sub-fund will generate sufficient taxable profits in the future to utilise these expenses and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements

continued

6. Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

		29.10.24 to 31.12.24 £
Final distribution	31.12.24	114,125
		114,125
Revenue deducted on cancellation of shares		–
Revenue received on issue of shares		(8,723)
Distributions		105,402

Reconciliation of net revenue after taxation to net distributions:

Net revenue after taxation per Statement of Total Return	105,428
Undistributed revenue brought forward	–
Undistributed revenue carried forward	(26)
Distributions	105,402

7. Debtors

	31.12.24 £
Accrued income:	
Dividends receivable	47,012
Total debtors	47,012

8. Other Creditors

	31.12.24 £
Accrued expenses:	
Payable to the Authorised Corporate Director ('ACD'), associates of the ACD and agents of either of them:	
ACD's fee	3,088
Registration fees	19
	3,107
Amounts payable to the Investment Manager, associates of the Investment Manager and agents of either of them:	
Investment Manager's fee	10,533
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:	
Depositary's fee (including VAT)	705
Safe custody and other bank charges	245
	950

Notes to the Financial Statements

continued

8. Other Creditors (continued)

31.12.24

£

Auditor's remuneration*:

Audit fee

9,218

Tax compliance services

2,348

11,566

Other expenses:

Printing costs

614

Total other creditors

26,770

*Included within the auditors remuneration is irrecoverable VAT of £1,928.

9. Cash and Bank Balances

31.12.24

£

Cash and bank balances

253,527

Cash and bank balances

253,527

10. Related Party Transactions

Apex Fundrock Limited ('AFL') is regarded as a related party by virtue of having the ability to act in respect of the operations of the Sub-fund in its capacity as the Authorised Corporate Director ('ACD').

ACD and other fees payable to AFL are disclosed in note 4 and amounts due at the period end are shown in note 8.

Fees payable to Chelverton Asset Management Limited ('the Investment Manager') are disclosed in note 4 and amounts due at the period end are shown in note 8.

Amounts receivable on issue and payable on cancellation of shares and dilution levy are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and in note 6, amounts due at the period end are shown in notes 7 and 8.

At the period end the Sub-fund did not hold shares in any of the other Sub-funds within the MI Chelverton Equity Fund.

11. Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: none).

12. Risk Management Policies and Disclosures

The main risks arising from financial instruments and the ACD's policies for managing these risks are disclosed on pages 9 and 10.

These policies have been consistent for the period through which these financial statements relate.

Numerical disclosures relating to the Sub-fund are as follows:

Market price risk

At the balance sheet date, if the price of the investments held by the Sub-fund increased or decreased by 10%, with all other variables held constant, the net assets attributable to Shareholders would increase or decrease by approximately £3,035,805.

Currency risk

There is no material foreign currency exposure in the Sub-fund.

Notes to the Financial Statements

continued

13. Portfolio Transaction Costs

31.12.24

Analysis of purchases	Total purchase cost £	£	Commissions paid %	£	Taxes %	Purchases before transaction cost £
Equities	35,168,302	21,574	0.06	152,643	0.43	34,994,085
Total purchases after commissions and tax	35,168,302					

Analysis of sales	Net sale proceeds £	£	Commissions paid %	£	Taxes %	Sales before transaction cost £
Equities	4,929,537	2,579	0.05	42	0.00	4,932,158
Total sales after commissions and tax	4,929,537					
Commission as a % of average net assets	0.08%					
Taxes as a % of average net assets	0.53%					

Commissions and taxes as a % of the average net assets form part of the direct transaction costs stated within the comparative tables on pages 73 and 74. The direct transaction costs within the comparative tables may differ due to the effect of dilution levies charged (where applicable).

14. Portfolio Dealing Spread

The average portfolio dealing spread at 31 December 2024 is 0.23%

15. Post Balance Sheet Events

There were no notifiable events post the year end balance sheet date.

16. Fair Value Disclosure

Valuation technique	Assets £	31.12.24 Liabilities £
Level 1^	30,358,046	–
Level 2^^	–	–
Level 3^^^	–	–
	30,358,046	–

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

^^ Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1.

^^^ Level 3: Valuation techniques using unobservable inputs.

Notes to the Financial Statements

continued

17. Shares in Issue

	A	B
	Income	Accumulation
Opening number of shares	–	–
Shares issued	30,362,471	664,383
Shares cancelled	–	–
Shares converted	–	–
Closing number of shares	30,362,471	664,383

Distribution Tables

for the period ended 31 December 2024

Income Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Distribution paid/payable 2024 p	Distribution paid 2023 p
A*	Final	Group 1	0.3693	–	0.3693	–
		Group 2	–	0.3693	0.3693	–

Accumulation Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Amount reinvested 2024 p	Amount reinvested 2023 p
D*	Final	Group 1	0.3005	–	0.3005	–
		Group 2	–	0.3005	0.3005	–

*Share class launched on 29 October 2024.

Further information

Final period: 29.10.24 - 31.12.24

Group 1: Shares purchased prior to a distribution period

Group 2: Shares purchased during a distribution period

Equalisation

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

MI Chelverton Equity Fund

General Information

Authorised Status

MI Chelverton Equity Fund (the 'Company') is structured as an Open-Ended Investment Company, under regulation 12 (Authorisation) of the OEIC Regulations (Open-Ended Investment Companies Regulations 2001 (SI 2001/1228)).

The Company does not intend to have an interest in immovable property.

The Company is authorised and regulated in the UK by the Financial Conduct Authority ('FCA') as a UCITS Retail Scheme and 'Umbrella Company' under the COLL Sourcebook.

The Company was incorporated in England and Wales on 04 April 2006 under registration number IC000431. The Shareholders are not liable for the debts of the Company.

The Company currently has 4 Sub-funds, which are detailed below:

MI Chelverton UK Equity Income Fund
MI Chelverton UK Equity Growth Fund
MI Chelverton European Select Fund
MI Chelverton UK Opportunities Fund

Head Office

Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY

Address for Service

The Head Office is the address in the United Kingdom for service on the Company of notices or other documents required or authorised to be served on it.

Base Currency

The base currency of the Company is Pound Sterling.

Share Capital

The minimum share capital of the Company is £1 and the maximum is £100,000,000,000. Shares in the Company have no par value. The share capital of the Company at all times equals the sum of the Net Asset Value of the Sub-funds.

Classes of Shares

The Instrument of Incorporation allows the Company to issue different classes of shares in respect of any Sub-fund.

The Sub-funds currently have the following classes of shares available for investment:

	Share Class					
	A		B		C	
Sub-funds	Inc	Acc	Inc	Acc	Inc	Acc
MI Chelverton UK Equity Income Fund	✓*	✓**	✓	✓	–	–
MI Chelverton UK Equity Growth Fund	–	✓	✓	✓	–	–
MI Chelverton European Select Fund	✓	✓	✓	✓	✓***	✓
MI Chelverton UK Opportunities Fund	✓~	–	–	✓^	–	–

*A Income share class closed 23 January 2024.

**A Accumulation share class closed 8 April 2024

***C Income share class currently not invested.

~A Income Share launched on 29 October 2024.

^B Accumulation Share launched on 29 October 2024.

The Company may issue both Income and Accumulation shares.

Holders of Income shares are entitled to be paid the revenue attributable to such shares in respect of each annual accounting period in the currency of the relevant share class.

Holders of Accumulation shares are not entitled to be paid the revenue attributable to such shares, but that revenue is retained and accumulated for the benefit of Shareholders and is reflected in the price of shares.

General Information

continued

Valuation Point

The scheme property of the Company and each Sub-fund will normally be valued at 12:00pm on each dealing day for the purpose of calculating the price at which shares in the Company may be issued, sold, repurchased or redeemed.

For the purpose of the pricing of shares, a business day is defined as a day on which the dealing office of the ACD is open for the buying and selling of shares. The ACD may at any time during a business day carry out an additional valuation of the property of the Sub-fund if the ACD considers it desirable to do so, with the Depositary's approval.

Buying, Redeeming and Switching of Shares

The ACD will accept orders for the purchase, sale and switching of shares on normal business days between 08:30 and 16:30. Instructions to buy or sell shares may either be in writing to:

Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY

Or by telephone to:

0345 305 4217

The ACD has the right to establish facilities for recording telephone calls made or received on this telephone line.

A contract note giving details of the shares purchased will be issued no later than the next business day after the business day on which an application to purchase shares is received and instrumented by the ACD. Certificates will not be issued in respect of shares. Ownership of shares will be evidenced by an entry on the register of Shareholders.

Pricing Basis

There is a single price for buying, selling and switching shares in a Sub-fund which represents the Net Asset Value of the Sub-fund concerned. The share price is calculated on a forward pricing basis, that is at the next Valuation Point after the purchase or redemption is deemed to be accepted by the ACD.

The prices of shares are published daily on www.fundrock.com. Neither the ACD nor the Company can be held responsible for any errors in the publication of the prices. The shares in the Company will be issued and redeemed on a forward pricing basis which means that the price will not necessarily be the same as the published price.

Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Document and the most recent interim and annual reports may be inspected at the office of the Company which is also the Head Office of the Company. Copies may be obtained free of charge upon application. They are also available from the website of the Company, the details of which are given in the directory of this report.

Shareholders who have complaints about the operation of the Company should in the first instance contact the ACD, or, following that, may make their complaint direct to the Financial Ombudsman Service, Exchange Tower, London E14 9SR.

Task Force on Climate-Related Financial Disclosures ('TCFD')

The ACD is required to publish a public TCFD product report in respect of each Sub-fund. The report is designed to provide investors with transparency into their portfolios' climate-related risks and opportunities according to the recommendations from the TCFD and aims to help investors understand their exposure to these risks and opportunities.

Reports for each Sub-fund are published on www.fundrock.com/mi-funds/ and can be found under Task Force on Climate-Related Financial Disclosures ('TCFD') by selecting the relevant Fund Manager and Sub-fund. The TCFD document for Chelverton UK Opportunities will be available mid to late 2025.

Significant Information

The ACD has assessed implications of current world geopolitical tensions and conflicts. The current crises have and will have a wider impact in terms of market performance.

On 23 January 2024 MI Chelverton UK Equity Income Fund A Income share class closed, following a full redemption.

On 8 April 2024 MI Chelverton UK Equity Income Fund A Accumulation share class closed, following a full redemption.

On 29 October 2024 MI Chelverton UK Opportunities Fund A Income Share class and B Accumulation Share class are launched.

General Information

continued

ACD Value Assessment

The ACD is required to provide an annual statement for the Company, attesting that in the opinion of the ACD the services provided to the Company and any fees chargeable to the scheme properly represent value for money, taking into account the following criteria as set out by the Regulator under COLL 6.6.20R:

- Quality of Service
- Performance
- Economies of Scale
- Comparable Services and Market Rates
- Classes of Shares

This statement references services provided directly by the ACD and those services delegated by the ACD to third parties such as, but not limited to, investment management, depositary services, custody and settlement, audit provision, legal services, printing services, KIID production and maintenance, and other costs as may be set out or allowable in the scheme documentation.

The ACD Value Assessment is published on www.fundrock.com.

Remuneration of the Authorised Corporate Director

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

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

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

This disclosure does not include portfolio management activities as these are undertaken by various third party investment managers appointed by the ACD. The Investment Manager is required to make separate public disclosure as part of their obligations under the Capital Requirements Directive.

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

31.12.24	Number of Beneficiaries	Fixed	Variable	Total
Total remuneration paid by the ACD during the year	27	£1,410,915	£376,608	£1,787,523
Remuneration paid to employees of the ACD who are material risk takers	6	£657,439	£230,239	£887,678

With effect from 25 September 2024, the composition of Directors and Non-Executive Directors of the ACD Board of Apex FundRock Limited changed. The changes are noted on page 1.

Further information is available in the ACD's Remuneration Policy Statement which can be obtained from www.fundrock.com or, on request free of charge, by writing to the registered office of the ACD.

Data Protection

All personal information provided by you and any other information relating to your investment will be treated in confidence by us and will not be disclosed to any third parties outside of the Apex Group, except to our service providers, appropriate authorities or where legally compelled or permitted by law or where your prior consent has been received. We will use your information to open, administer and when appropriate, close your account. We may record and use any information held about you in the course of our relationship with you for these purposes. The Law gives you the right to know what information we hold about you. In addition, the Law sets out rules to make sure that this information is handled properly.

General Information

continued

A copy of our privacy policy and your rights as a data subject can be found on our website at <https://www.apexgroup.com/privacy-policy/>. Apex Fundrock Ltd is a registered Data Controller. If you have any queries about the use of your personal information, please contact us via e-mail at DPO@apexfs.com or by post to Hamilton Centre, Rodney Way, Chelmsford, Essex, CM1 3BY.

Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long-term investment. Investors should be aware that the price of shares and the revenue from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.



Apex Fundrock Limited

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