



# Annual Report & Financial Statements

FP Rayliant Funds

For the year ended 28 February 2021



**FUNDROCK**

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\* Collectively these comprise the ACD's Report.

### Authorised Corporate Director's ("ACD") Report

We are pleased to present the Annual Report and Audited Financial Statements for FP Rayliant Funds for the year ended 28 February 2021.

#### Authorised Status

FP Rayliant Funds ("the Company") is an investment company with variable capital ("ICVC") incorporated in England and Wales under registered number IC000864 and authorised by the Financial Conduct Authority ("FCA") with effect from 6 December 2010. The Company has an unlimited duration.

Shareholders are not liable for the debts of the Company.

Head Office: The Head Office of the Company is at Second Floor (East), 52-54 Gracechurch Street, London, EC3V 0EH.

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

#### Structure of the Company

The Company is structured as an umbrella company, in that different Funds may be established from time to time by the ACD with the approval of the FCA. On the introduction of any new Fund or Share Class, a revised prospectus will be prepared setting out the relevant details of each Fund or Share Class.

The Company is a UK UCITS scheme.

The assets of each Fund will be treated as separate from those of every other Fund and will be invested in accordance with the investment objective and investment policy applicable to that Fund. Investment of the assets of the Fund must comply with the FCA's Collective Investment Schemes Sourcebook ("COLL") and the Investment Objective and Policy of each of the relevant Funds.

Currently the Company has one fund, FP Rayliant Quantamental Emerging Markets Equity Fund. In the future there may be other Funds established.

Under the requirements of COLL Sourcebook and the UCITS Remuneration Code, FundRock Partners, as UK UCITS Manager, must establish and apply remuneration policies and practices for its staff that have a material impact on the risk profile of FundRock Partners or the Fund.

These practices must be consistent with and promote sound and effective risk management, not encourage risk taking which is inconsistent with the risk profile of the Fund as detailed in the instrument of the Fund or the prospectus and does not impair FundRock Partners' compliance with its duty to act in the best interest of the Fund it manages.

Under the relevant provisions of COLL Sourcebook, FundRock Partners ("FP") as UK UCITS Manager, is required to disclose remuneration information on how those individuals whose actions have a material impact on the UK UCITS Fund are remunerated ( see page 39).

#### Important Events During the Year

With effect from 31 March 2020, SS&C Financial Services International Limited is the trading name of DST Financial Services International Ltd following SS&C's acquisition of DST in 2018.

On 17 July 2020, the Company's Prospectus was updated. The main changes effective from 7 July 2020 were:

- Amendment in the Company's name from FP Henderson Rowe Index Funds to FP Rayliant Funds. The name of the Fund was also changed from FP Henderson Rowe Index Funds to FP Rayliant Quantamental Emerging Markets Equity Fund.
- Introduction of new investment objective, policy and strategy with a view to increasing the Fund's performance and thereby growing the size of its assets under management.
- Increase in the annual management charge (the "AMC") payable by shareholders in each share class together with the ongoing charges figure (the "OCF") as a consequence of changes to the Fund's investment objective and policy. The AMC fees for FP Rayliant Quantamental Emerging Markets Equity Fund Share Class A were increased from 0.47% to 0.97%. The AMC fees for FP Rayliant Quantamental Emerging Markets Equity Fund Share Class B were increased from 0.27% to 0.50%. A cap of 0.68% on OCFs for FP Rayliant Quantamental Emerging Markets Equity Fund Share Class B was also introduced on that date.
- Launch of a new Share Class C in the Fund. The AMC for the new C share class is 0.53%.

On 15 October 2020, Apex Group Ltd. ("Apex") announced the planned acquisition of FundRock Management Company SA and FundRock Partners ("FP"). Following full regulatory approval, the acquisition was finalised on 15 February 2021.

With effect from 18 January 2021, Rayliant Investment Research replaced Rayliant Asset Management Limited as Sub-Investment Manager to the Fund. The Company's prospectus was updated in accordance to this change on 18 January 2021.

On 12 February 2021, S. Ragozin resigned from his position as Director of FundRock Partners Limited.

### Authorised Corporate Director's ("ACD") Report

#### Important Events After the Year End

On 25 March 2021, T. Gregoire was appointed as a Director of FundRock Partners Limited.

#### Going Concern

The ACD considered impact of COVID-19 on the financial resources and operations of FP Rayliant Funds, the investment manager and key service providers. The ACD is of the opinion that the Company has sufficient financial resources and robust business continuity plans in place to continue as a going concern.

#### Impact of Brexit

The United Kingdom ("UK") left the European Union ("EU") on 31 January 2020, with a transition period that ended on 31 December 2020. During the transition period, the UK continued to be treated as an EU Member State and EU law continued to apply which is no longer the situation from 1 January 2021. Her Majesty's Treasury ("HMT") implemented a number of statutory instruments ("Sis") under the EU (Withdrawal) Act to ensure that common rules continue to apply to the financial services industry after this date. The FP Rayliant Funds continues to comply with all relevant requirements.

Although a Brexit deal has now been reached, the extent to which this may impact the UK's future relationship with the EU remains uncertain. Political instability and economic uncertainty may lead to speculation and subsequent market volatility. The ACD continues to encourage investors to follow its core investing principles, including maintaining long term discipline. The implications of Brexit extend well beyond the UK economy and financial markets, affecting multinational organisations globally. The ACD remains committed to safeguarding investors' assets and their long term interests.

#### Base Currency:

The base currency of the Company is Pounds 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 net asset value of the Fund.

**Certification of Financial Statements by Directors of the ACD  
For the year ended 28 February 2021**

**Directors' Certification**

This report has been prepared in accordance with the requirements of COLL 4.5.8BR, as issued and amended by the FCA. We hereby certify and authorise for issue, the Annual Report and the Audited Financial Statements on behalf of the Directors of FundRock Partners Limited.

The Directors are of the opinion that it is appropriate to continue to adopt the going concern basis in the preparation of the Financial Statements as the assets of the Fund consist predominantly of securities that are readily realisable and, accordingly, the Fund has adequate resources to continue in operational existence for at least the next twelve months from the approval of these Financial Statements.

S. Gunson

**FundRock Partners Limited**

24 June 2021

### Statement of Authorised Corporate Director's Responsibilities For the year ended 28 February 2021

The Authorised Corporate Director ("ACD") of FP Rayliant Funds ("the Company") is responsible for preparing the Annual Report and the Audited Financial Statements in accordance with the Open-Ended Investment Companies Regulations 2001 ("the OEIC Regulations"), the FCA's Collective Investment Schemes Sourcebook ("COLL") and the Company's Instrument of Incorporation.

The OEIC Regulations and COLL require the ACD to prepare Financial Statements for each annual accounting period which:

- are in accordance with United Kingdom Generally Accepted Accounting Practice ("United Kingdom Accounting Standards and applicable law"), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the "Statement of Recommended Practice: Financial Statements of UK Authorised Funds" issued by the Investment Association ("IA SORP") in May 2014 and amended in June 2017;
- give a true and fair view of the financial position of the Company and its sub-fund as at the end of that year and the net revenue and the net capital gains or losses on the property of the Company and its sub-fund for that year.

In preparing the Financial Statements, the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the IA SORP have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

The ACD is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Financial Statements comply with the applicable IA SORP and United Kingdom Accounting Standards and applicable law. The ACD is also responsible for the system of internal controls, for safeguarding the assets of the Company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Statement of the Depositary's Responsibilities  
For the year ended 28 February 2021**

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;
- the sale, issue, repurchase, redemption and cancellation of shares are carried out;
- the value of shares of the Company are calculated;
- 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 Fund Manager ("the AFM") which is the UK UCITS management company, are carried out (unless they conflict with the Regulations).

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

**Report of the Depositary to the Shareholders of the Company  
For the year ended 28 February 2021**

Having carried out such procedures as we considered 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 AFM:

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

**State Street Trustees Limited**  
**Depositary**  
24 June 2021

**Independent Auditor's Report to the Shareholders of FP Rayliant Funds  
For the year ended 28 February 2021**

**Report on the audit of the financial statements**

**Opinion**

In our opinion the financial statements of FP Rayliant Funds (the "Company"):

- give a true and fair view of the financial position of the sub-fund as at 28 February 2021 and of the net revenue and the net capital gains on the property of the sub-fund for the year ended 28 February 2021; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice "Financial Statements of UK Authorised Funds", the rules in the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

We have audited the financial statements which comprise for the sub-fund:

- the statement of total return;
- the statement of change in net assets attributable to shareholders;
- the balance sheet;
- the distribution tables; and
- the related notes 1 to 19.

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), the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association in May 2014, the Collective Investment Schemes Sourcebook and the 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 Financial Reporting Council's (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**

In auditing the financial statements, we have concluded that the authorised corporate director's (ACD's) use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

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 ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the ACD with respect to going concern are described in the relevant sections of this report.

**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 ACD 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.



**Independent Auditor's Report to the Shareholders of FP Rayliant Funds  
For the year ended 28 February 2021**

**Responsibilities of Depositary and ACD**

As explained more fully in the depositary's responsibilities statement and the ACD's responsibilities statement, the depositary is responsible for the safeguarding the property of the Company and the ACD 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 ACD 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 ACD is responsible for assessing the Company's 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 ACD either intends to liquidate 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 FRC's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

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

We considered the nature of the Company's industry and its control environment, and reviewed the Company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory frameworks that the Company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the Collective Investment Schemes Sourcebook and relevant tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the Company's ability to operate or to avoid a material penalty. These included the Company's obligations under The Open Ended Investment Companies Regulations 2001.

We discussed among the audit engagement team including relevant internal specialists such as valuations and IT regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud in the valuation and existence of investments. In response we have agreed all investment holdings to independent confirmations, and agreed investment valuations to reliable independent sources.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

**Independent Auditor's Report to the Shareholders of FP Rayliant Funds  
For the year ended 28 February 2021**

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management, internal audit and legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance and reviewing correspondence with HMRC and the FCA.

**Report on other legal and regulatory requirements**

**Opinion on other matters prescribed by the Collective Investment Schemes Sourcebook**

In our opinion:

- proper accounting records for the Company and the sub-fund have been kept and the financial statements are in agreement with those records;
- we have received all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit; and
- the information disclosed in the annual report for the year ended 28 February 2021 for the purpose of complying with Paragraph 4.5.9R of the Collective Investment Schemes Sourcebook is consistent with the financial statements.

**Use of our report**

This report is made solely to the Company's Shareholders, as a body, in accordance with Paragraph 4.5.12R of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. 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.

**Deloitte LLP**

Statutory Auditor  
Glasgow, United Kingdom

24 June 2021

**Accounting Policies and Financial Instruments**  
**For the year ended 28 February 2021**

**1. Accounting basis and policies**

**(a) Basis of accounting**

The Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with FRS 102 “The Financial Reporting Standards Applicable in the UK and Republic of Ireland” and the Statement of Recommended Practice (“SORP”) for Financial Statements of UK Authorised Funds issued by the Investment Association in May 2014 and amended in June 2017.

As described in the Certification of Financial Statements by Directors of the ACD on page 5, the ACD continues to adopt the going concern basis in the preparation of the Financial Statements of the Fund.

The preparation of Financial Statements in accordance with FRS 102 requires the ACD to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expenses. As at 28 February 2021, there were no significant judgement or estimates involved in the determination of the values of assets and liabilities reported in these Financial Statements.

**(b) Realised and unrealised gains and losses**

Realised gains or losses have been calculated as the proceeds from disposal less book cost. Where realised gains or losses have arisen in previous years, a corresponding reversal of such previously recognised loss or gain is recognised in unrealised gains or losses.

Unrealised gain/losses are calculated with reference to the original recorded value of the asset or liability, and only the element of gain/loss within the accounting period is recorded in the Financial Statements. All unrealised and realised gains are capital in nature and do not form part of the Fund’s distributable income.

All foreign currency transactions are recorded using an exchange rate from the effective date of the transaction (e.g. the trade date of a trade, the ex-div date of a dividend, or the date of a currency disposal).

**(c) Recognition of revenue**

Dividends on quoted equities and preference shares are recognised when the securities are quoted ex-dividend and are recognised net of attributable tax credits.

Rebates of annual management charges on underlying investments are accounted for on an accruals basis and recognised as revenue or capital in line with the treatment of the charge on the underlying fund.

Revenue from debt securities is accounted for on an effective yield basis. Accrued interest on purchase and sale contracts is recognised as revenue and transferred to revenue or capital as appropriate.

Distributions from Collective Investment Schemes are recognised when the schemes are quoted ex-distribution. Equalisation returned with the distribution is deducted from the cost of the investment and does not form part of the distributable revenue.

Interest on bank and other cash deposits is recognised on an accruals basis.

All revenue includes withholding taxes but excludes irrecoverable tax credits.

Any reported revenue from an offshore fund, in excess of any distribution received in the reporting period, is recognised as revenue no later than the date on which the reporting fund makes this information available.

Returns on derivative transactions have been treated as either revenue or capital depending on the motives and circumstances on acquisition.

**(d) Treatment of stock and special dividends**

The ordinary element of stock dividends 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 treatment follows the treatment of the principal amount.

Accounting Policies and Financial Instruments  
For the year ended 28 February 2021

**(e) Treatment of expenses**

Expenses of the Fund are charged against revenue except for costs associated with the purchase and sale of investments which are allocated to the capital of the Fund.

Expenses are recorded on an accruals basis but the Fund may incur additional allowable expenses which are charged as and when they are incurred.

**(f) Allocation of revenue and expenses to multiple Share Classes**

Any revenue or expenses not directly attributable to a particular Share Class will normally be allocated pro-rata to the net assets of the relevant Share Classes.

**(g) Taxation**

Tax is provided for using tax rates and laws which have been enacted or substantively enacted at the balance sheet date.

Corporation tax is provided for on the income liable to corporation tax less deductible expenses.

Where tax has been deducted from revenue that tax can, in some instances, be set off against the corporation tax payable, by way of double tax relief.

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.

**(h) 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 deducted from capital.

In addition, the portfolio transaction charges will be charged wholly to the capital of the Fund. Accordingly, the imposition of such charges may constrain the capital growth of the Fund.

The ACD has elected to pay all revenue less expenses charged to revenue and taxation as a final distribution at the end of the annual accounting period.

**(i) Basis of valuation of investments**

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

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

Non-observable entity specific data is only used where relevant observable market data is not available. Typically this category will include single broker-priced instruments, suspended/unquoted securities, private equity, unlisted close-ended funds and open-ended funds with restrictions on redemption rights.

All investments are recognised and derecognised by trade date, and any trades that occur between valuation point and close of business are included in the Financial Statements.

**(j) 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 mid market exchange rates ruling on that date.

**(k) Dilution adjustment**

The ACD may require a dilution adjustment on the sale and redemption of Shares if, in its opinion, the existing Shareholders (for sales) or remaining Shareholders (for redemptions) might otherwise be adversely affected. In particular, the dilution adjustment may be charged in the following circumstances: where the scheme property is in continual decline; on a Fund experiencing large levels of net sales relative to its size; on 'large deals'; in any case where the ACD is of the opinion that the interests of remaining Shareholders require the imposition of a dilution adjustment.

**Accounting Policies and Financial Instruments**  
**For the year ended 28 February 2021**

**(l) Equalisation**

Equalisation applies only to Shares purchased during the distribution period (Group 2 Shares). It represents the 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.

**(m) Derivatives**

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

Where the transactions are used to protect or enhance capital, the gains/losses are treated as capital and included within gains/losses on investments in the Statement of Total Return. Any open positions in these types of transactions at the year end are included in the Balance Sheet at their mark to market value. There were no derivative transactions during the year.

**2. Derivatives and other financial instruments**

In pursuing the investment objectives a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for hedging purposes.

The main risks from the Company's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed below:

**(a) Foreign currency risk**

A significant portion of the Company's assets or the underlying assets of the Collective Investment Schemes in which the Company invests may be denominated in a currency other than the base currency of the Company or Class. There is the risk that the value of such assets and/or the value of any distributions from such assets may decrease if the underlying currency in which assets are traded falls relative to the base currency in which Shares of the relevant Fund are valued and priced.

The Company is not required to hedge its foreign currency risk, although it may do so through foreign currency exchange contracts, forward contracts, currency options and other methods. To the extent that the Company does not hedge its foreign currency risk or such hedging is incomplete or unsuccessful, the value of the Company's assets and revenue could be adversely affected by currency exchange rate movements. There may also be circumstances in which a hedging transaction may reduce currency gains that would otherwise arise in the valuation of the Company in circumstances where no such hedging transactions are undertaken.

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

The interest rate risk is the risk that the value of the Company's investments will fluctuate due to changes in the interest rate. Cashflows from floating rate securities, bank balances, or bank overdrafts will be affected by the changes in interest rates. As the Company's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed.

The Company did not have any long term financial liabilities at the balance sheet date.

**Accounting Policies and Financial Instruments**  
**For the year ended 28 February 2021**

**(c) Credit risk**

The Company may find that companies in which it invests fail to settle their debts on a timely basis. The value of securities issued by such companies may fall as a result of the perceived increase in credit risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit credit risk.

**(d) Liquidity risk**

Subject to the Regulations, the Company may invest up to and including 10% of the Scheme Property of the Company in transferable securities which are not approved securities (essentially transferable securities which are admitted to official listing in an EEA state or traded on or under the rules of an eligible securities market). Such securities and instruments are generally not publicly traded, may be unregistered for securities law purposes and may only be able to be resold in privately negotiated transactions with a limited number of purchasers. The difficulties and delays associated with such transactions could result in the Company's inability to realise a favourable price upon disposal of such securities, and at times might make disposal of such securities and instruments impossible. To the extent the Company invests in securities and instruments the terms of which are privately negotiated, the terms of such securities and instruments may contain restrictions regarding resale and transfer.

In addition, certain listed securities and instruments, particularly securities and instruments of smaller capitalised or less seasoned issuers, may from time to time lack an active secondary market and may be subject to more abrupt or erratic price movements than securities of larger, more established companies or stock market averages in general. In the absence of an active secondary market the Company's ability to purchase or sell such securities at a fair price may be impaired or delayed.

**(e) Market price risk**

The Company invests principally in equities and Collective Investment Schemes. The value of these investments are not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Manager seeks to minimise these risks by holding a diversified portfolio of Collective Investment Schemes in line with the Company's objectives. In addition, the management of the Company complies with the FCA's COLL sourcebook, which includes rules prohibiting a holding greater than 30% of assets in any one Fund.

**(f) Counterparty risk**

Transactions in securities entered into by the Company give rise to exposure to the risk that the counterparties may not be able to fulfil their responsibility by completing their side of the transaction. The Investment Manager minimises this risk by conducting trades through only the most reputable counterparties.

Counterparty risk is also managed by limiting the exposure to individual counterparties through adherence to the investment spread restrictions included within the Company's prospectus and COLL.

**(g) Fair value of financial assets and financial liabilities**

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

**(h) Operational risk**

Operational risk is the risk of loss arising from systems failure, human error, fraud or external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications, or lead to financial loss. The Company cannot eliminate operational risks but, through the continual review and assessment of its control environment, by monitoring and responding to potential risks, they can be managed.

High level controls include effective segregation of duties, trade confirmation checking and reconciliation procedures, incident reporting and oversight of delegated functions.

**Accounting Policies and Financial Instruments**  
**For the year ended 28 February 2021**

**(i) Leverage**

In accordance with the COLL Sourcebook and the IA SORP, as ACD we are required to disclose any leverage of the Fund. Leverage is defined as any method by which the Fund increases its exposure through borrowing or the use of derivatives (calculated as the sum of the net asset value and the incremental exposure through the derivatives and in accordance with the commitment approach (CESR/10-788)) divided by the net asset value.

The Fund's exposure is defined with reference to the 'Commitment' method. Commitment method exposure is calculated as the sum of all positions of the Fund, after netting off derivative and security positions and is disclosed within the Fund's Financial Statements.

**(j) Stock lending**

The Fund may enter into stock lending, where these transactions are used to generate additional income. The revenue and expenses are included within net revenue in the Statement of Total Return. Collateral is obtained equal to the value of the securities transferred, to secure the obligation of the counterparty. There is no limit on the value of the Scheme Property of a Fund which maybe the subject of stock lending transactions.

### Investment Manager's Report For the year ended 28 February 2021

#### Investment Objective

The investment objective of the FP Rayliant Quantamental Emerging Markets Equity Fund ("the Fund") is to achieve capital growth over a period of at least five years.

#### Investment Policy

The Fund will invest at least 80% of its total assets directly or indirectly in a diversified portfolio of shares of companies domiciled in or listed on the exchanges of "emerging market" (as defined below\*). Indirect exposure to shares will be gained by investing in exchange traded funds.

In times of market stress (for example, economic or political instability, closure of markets or currency instability), the Fund may invest, temporarily, up to 100% of its assets in cash, deposits, treasury bills, government bonds or short-term money market instruments, or hold substantial levels of cash or cash equivalents; or invest in "developed markets" (as defined below\*\*).

The Investment Manager selects stocks using a combination of quantitative and fundamental investment approaches, known as "quantamental" investing, whereby large amounts of data and computer models are combined with human insights about economic and financial features of investments (i.e. fundamentals), to make investment decisions. Please see the "Investment Strategy" section for further details of the Investment Manager's quantamental investment process.

The Investment Manager also takes into account certain environmental, social, and governance ("ESG") criteria in choosing and weighting investments in the Fund. ESG considerations that may impact the quantitative ranking of stocks include but are not limited to evaluations of firms' financial reporting practices (e.g., reducing the weight of companies suspected of manipulative accounting) and the degree of alignment between a firm's managers and shareholders (e.g., whether managers are prone to wastefully reinvest the company's earnings rather than distributing earnings to shareholders). In addition, the Fund may screen out the stock of companies with extremely poor environmental performance (e.g., firms with exceedingly high CO2 emissions, energy intensity, water intensity, and waste generation). Further details of the investment manager's ESG policy are available from the investment manager upon request.

The Investment Manager will periodically monitor companies in which the Fund invests, against the ESG criteria. If it is the Investment Manager's opinion that an investee company no longer meets the ESG criteria, the Investment Manager may not make any further investments in the company and may seek to realise in an orderly fashion, its investments in such a company.

The Fund may (infrequently and in times of market stress) use certain financial transactions (derivatives) for efficient portfolio management (including hedging) and for investment. The use of derivatives for efficient portfolio management and investment purposes should not lead to an increase in risk to the Fund.

\*Emerging Markets are markets or countries that are components in an emerging market index of a major index provider. Emerging markets are usually characterised by low to middle income but with rapid economic growth, as well as financial liberalisation and institutional development. Most Eurozone countries are not considered as emerging markets.

\*\*Developed Markets are markets or countries that are components in a developed market index of a major index provider. Developed markets are usually characterised by relatively high income and slower, more stable economic growth, along with relatively open financial markets and highly developed institutions. Examples include most of Western Europe, Australia, Canada, Japan, and the United States.



### Investment Manager's Report For the year ended 28 February 2021

#### Investment Review

During the year ended 28 February 2021, the Fund experienced a change in its strategy and investment objective. After approval by shareholders, effective 7 July 2020, the Fund strategy was enhanced from an index tracking strategy employing a simple quantitative model to a more sophisticated methodology, combining quantitative and fundamental investment approaches, known as “quantamental” investing. Under the new approach, large amounts of data and computer models are combined with human insights about economic and financial features of investments (i.e., fundamentals), to make investment decisions. The investment objective of the Fund under the enhanced approach is to achieve capital growth over a period of at least five years.

As a result of transition from the original approach to the new methodology described above, the Fund experienced higher turnover over the year under review than in the last reporting period. That turnover was partially mitigated by a conscious decision to forego in March the annual rebalance of the Fund’s previous strategy, which tracked the FTSE RAFI® Emerging Markets Index.

- At the country level, the Fund increased its exposure to South Korea by +17.3% and to China (including Hong Kong) by +5.0% (there were no other significant increases in country-level exposure during the review period), while decreasing exposure to India, Brazil, and Russia, by –7.8%, –7.0%, and –4.1%, respectively.
- At the sector level, the Fund increased its exposure to stocks in the Information Technology, Industrials, and Consumer Discretionary sectors by +11.1%, +7.9%, and +7.2%, respectively, while decreasing its exposure to the Financials, Energy, and Real Estate sectors by –23.9%, –13.6%, and –1.5%, respectively.
- At the stock level, the Fund increased its exposure to Samsung Electronics Co., Alibaba Group, and Tencent Holdings by +4.5%, +4.5%, and +2.9%, respectively, while decreasing its exposure to China Construction Bank, Industrial & Commercial Bank of China, and Lukoil by –4.7%, –3.1%, and –2.3%, respectively.

Sources: Henderson Rowe, Rayliant Asset Management, Bloomberg, as of 28 February 2021

#### Outlook

Emerging Markets continue to present a potentially attractive allocation for investors in terms of relatively fast economic growth, greater diversification benefits owing to the possibility of lower correlations with other global equity markets, as well as the expectation that less developed financial markets with higher levels of retail investor participation will afford a greater opportunity for active professional investors to earn alpha in the form of higher risk-adjusted returns. On the other hand, Emerging Markets also expose investors to a unique set of risks, including those related to differences in accounting standards, regulations, corporate governance, market structure, state ownership, and investor behaviour, to name a few. These nuances also underscore the importance of disciplined active management based on a systematic approach informed by researchers with local expertise.

Along these lines, one of the principal effects of the aforementioned change in strategy and investment objectives is to bring a much larger set of data source, a significantly expanded and more sophisticated array of models, as well as local fundamental insights to bear on the Fund’s approach to selection and weighting of Emerging Markets stocks. In this sense, changes to the Fund in July 2020 reflect a strategy upgrade from the Fund’s predecessor, the FP Henderson Rowe FTSE RAFI Emerging Markets Fund. The Investment Manager expects such enhancements to place the Fund in a better position to capitalize on the opportunities for exceptional growth, diversification benefits, and exploitation of mispricings to earn alpha that make Emerging Markets a potentially compelling allocation for investors.

#### Investment Manager

Investment Adviser to the Fund  
12 March 2021

Comparative Table  
As at 28 February 2021

|   | A Accumulation  |                 |                 | B Accumulation  |                 |                 |
|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
|   | 28/02/21<br>(p) | 28/02/20<br>(p) | 28/02/19<br>(p) | 28/02/21<br>(p) | 28/02/20<br>(p) | 28/02/19<br>(p) |
| <b>Change in net assets per Share</b>         |                 |                 |                 |                 |                 |                 |
| Opening net asset value per Share             | 152.91          | 156.80          | 160.41          | 155.56          | 159.20          | 162.55          |
| Return before operating charges*              | 17.30           | (1.39)          | (2.34)          | 17.76           | (1.43)          | (2.37)          |
| Operating charges                             | (1.82)          | (2.50)          | (1.27)          | (1.01)          | (2.21)          | (0.98)          |
| Return after operating charges                | 15.48           | (3.89)          | (3.61)          | 16.75           | (3.64)          | (3.35)          |
| Distributions                                 | (3.46)          | (4.68)          | (5.59)          | (4.34)          | (5.10)          | (5.98)          |
| Retained distributions on accumulation Shares | 3.46            | 4.68            | 5.59            | 4.34            | 5.10            | 5.98            |
| Closing net asset value per Share             | 168.39          | 152.91          | 156.80          | 172.31          | 155.56          | 159.20          |
| * after direct transaction costs of:          | 1.27            | 0.15            | 0.00            | 1.31            | 0.16            | 0.00            |
| <b>Performance</b>                            |                 |                 |                 |                 |                 |                 |
| Return after operating charges                | 10.12%          | (2.48%)         | (2.25%)         | 10.77%          | (2.29%)         | (2.06%)         |
| <b>Other information</b>                      |                 |                 |                 |                 |                 |                 |
| Closing net asset value                       | £932,016        | £1,495,819      | £1,678,259      | £33,920,967     | £29,687,569     | £57,295,475     |
| Closing number of Shares                      | 553,491         | 978,245         | 1,070,346       | 19,685,785      | 19,083,889      | 35,990,162      |
| Operating charges                             | 1.21%           | 1.52%           | 0.83%           | 0.65%           | 1.32%           | 0.63%           |
| Direct transaction costs                      | 0.84%           | 0.09%           | 0.00%           | 0.84%           | 0.09%           | 0.00%           |
| <b>Prices</b>                                 |                 |                 |                 |                 |                 |                 |
| Highest Share price                           | 183.60          | 177.46          | 162.41          | 187.58          | 180.49          | 164.88          |
| Lowest Share price                            | 124.68          | 153.95          | 144.26          | 126.86          | 156.63          | 146.28          |

|   | C Accumulation  |
|---|-----------------|
|   | 28/02/21<br>(p) |
| <b>Change in net assets per Share</b>         |                 |
| Opening net asset value per Share             | 100.00          |
| Return before operating charges*              | 11.17           |
| Operating charges                             | (0.57)          |
| Return after operating charges                | 10.60           |
| Distributions                                 | (1.05)          |
| Retained distributions on accumulation Shares | 1.05            |
| Closing net asset value per Share             | 110.60          |
| * after direct transaction costs of:          | 0.76            |
| <b>Performance</b>                            |                 |
| Return after operating charges                | 10.60%          |
| <b>Other information</b>                      |                 |
| Closing net asset value                       | £1,106          |
| Closing number of Shares                      | 1,000           |
| Operating charges                             | 0.98%           |
| Direct transaction costs                      | 0.84%           |
| <b>Prices</b>                                 |                 |
| Highest Share price                           | 120.58          |
| Lowest Share price                            | 97.02           |

Share Class C Accumulation launched 7 July 2020 at a price of 100 pence per unit.

From 7 July 2020, the Investment Manager made contribution to limit Fund's Share Class B OCF ratio. The operating charge disclosed above is based on actual amounts in the period, the future cost of investing in the Fund is expected to be 0.68%.

Highest and lowest share prices are based on official published daily NAVs.

Performance Information  
As at 28 February 2021

Operating Charges

| Date          | AMC*<br>(%) | Investment<br>Manager<br>subsidy<br>(%) | Other<br>expenses<br>(%) | Transaction<br>costs<br>(%) | Total<br>Operating<br>Charges<br>(%) |
|---------------|-------------|---|--------------------------|-----------------------------|--------------------------------------|
| 28/02/21      |             |   |                          |                             |                                      |
| Share Class A | 0.76        | 0.00                                    | 0.17                     | 0.28                        | 1.21                                 |
| Share Class B | 0.43        | (0.23)                                  | 0.17                     | 0.28                        | 0.65                                 |
| Share Class C | 0.53        | 0.00                                    | 0.17                     | 0.28                        | 0.98                                 |
| 28/02/20      |             |   |                          |                             |                                      |
| Share Class A | 0.47        | 0.00                                    | 0.53                     | 0.52                        | 1.52                                 |
| Share Class B | 0.27        | 0.00                                    | 0.53                     | 0.52                        | 1.32                                 |

\* Annual Management Charge

Share Class C Accumulation launched 7 July 2020.

With effect from 7 July 2020, the AMC fees for Share Class A increased from 0.47% to 0.97% and for Share Class B increased from 0.27% to 0.50%. The Investment Manager made contribution to limit Fund's Share Class B OCF ratio. The operating charge disclosed above is based on actual amounts in the period, the future cost of investing in the Fund is expected to be 0.68%.

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

The OCF includes tax charges in Taiwan relating to dividend reclaims. Whereas the service cost associated with this process is contained within the OCF, the net effect on the NAV of the Fund from these activities is positive.

The OCF includes transactions costs some of which arise directly as a result of investor flows into and out of the Fund. These flows incur a dilution adjustment to neutralize the effect on the incumbent unit holders and therefore the OCF indicated may be higher than the actual charges paid.

Risk and Reward Profile  
As at 28 February 2021

|               | Typically lower rewards<br>← |   |   |   |   | Typically higher rewards<br>→ |   |
|---------------|------------------------------|---|---|---|---|-------------------------------|---|
|               | Lower risk                   |   |   |   |   | Higher risk                   |   |
| Share Class A | 1                            | 2 | 3 | 4 | 5 | 6                             | 7 |
| Share Class B | 1                            | 2 | 3 | 4 | 5 | 6                             | 7 |
| Share Class C | 1                            | 2 | 3 | 4 | 5 | 6                             | 7 |

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Fund is in risk category "6" as its price may rise and fall significantly because investments of this type tend to be more volatile than those in developed markets.

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 income from them may 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 of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Portfolio Statement

As at 28 February 2021

| Holdings<br>or Nominal<br>Value | Investments  | Market Value<br>£ | % of Total<br>Net Assets |
|---------------------------------|--|-------------------|--------------------------|
| <b>Brazil 5.22% [12.24%]</b>    |  |                   |                          |
| 28,700                          | B3 - Brasil Bolsa Balcao                             | 200,009           | 0.57                     |
| 22,800                          | Banco Bradesco                                       | 60,045            | 0.17                     |
| 64,500                          | BB Seguridade Participacoes                          | 210,511           | 0.60                     |
| 19,400                          | Bradespar Preference Shares                          | 156,113           | 0.45                     |
| 75,300                          | Cia Energetica de Minas Gerais Preference Shares     | 115,583           | 0.33                     |
| 10,400                          | Cia Paranaense de Energia Preference Shares          | 78,190            | 0.22                     |
| 64,200                          | Cia Siderurgica Nacional                             | 270,834           | 0.78                     |
| 36,300                          | Gerdau Preference Shares                             | 120,477           | 0.35                     |
| 27,900                          | Hypera   | 117,377           | 0.34                     |
| 24,700                          | JBS  | 81,851            | 0.24                     |
| 21,100                          | Qualicorp Consultoria e Corretora de Seguros         | 85,546            | 0.25                     |
| 17,000                          | Vale   | 206,225           | 0.59                     |
| 11,500                          | WEG  | 115,196           | 0.33                     |
|                                 |  | <b>1,817,957</b>  | <b>5.22</b>              |
| <b>Chile 0.77% [0.93%]</b>      |  |                   |                          |
| 7,031                           | Sociedad Quimica y Minera de Chile Preference Shares | 269,817           | 0.77                     |
|                                 |  | <b>269,817</b>    | <b>0.77</b>              |
| <b>China 35.04% [34.29%]</b>    |  |                   |                          |
| 112,000                         | Agile  | 113,182           | 0.32                     |
| 11,775                          | Alibaba ADR  | 2,002,195         | 5.74                     |
| 2,200                           | Autohome ADR   | 179,449           | 0.52                     |
| 1,124,500                       | BAIC Motor   | 288,239           | 0.83                     |
| 400                             | Baidu ADR  | 80,684            | 0.23                     |
| 89,900                          | Baoshan Iron & Steel                                 | 74,753            | 0.21                     |
| 721,000                         | China Cinda Asset Management                         | 101,713           | 0.29                     |
| 190,000                         | China Communications Services                        | 63,768            | 0.18                     |
| 79,000                          | China Feihe  | 154,058           | 0.44                     |
| 149,000                         | China Hongqiao                                       | 132,163           | 0.38                     |
| 30,000                          | China Meidong Auto                                   | 81,600            | 0.23                     |
| 85,200                          | China Merchants Bank                                 | 482,047           | 1.38                     |
| 206,799                         | China National Building Material                     | 224,235           | 0.64                     |
| 9,424,000                       | China Reinsurance                                    | 738,587           | 2.12                     |
| 9,100                           | China Tourism Group Duty Free                        | 310,237           | 0.89                     |
| 72,000                          | Country Garden Services                              | 423,215           | 1.21                     |
| 266,000                         | Dongfeng Motor                                       | 175,117           | 0.50                     |
| 69,572                          | Focus Media Information Technology                   | 84,272            | 0.24                     |
| 18,200                          | GoerTek  | 64,464            | 0.19                     |
| 61,500                          | Great Wall Motor                                     | 127,870           | 0.37                     |
| 53,000                          | Haitian International                                | 130,233           | 0.37                     |
| 114,200                         | Huatai Securities                                    | 121,512           | 0.35                     |
| 6,500                           | Jiangsu Hengli Hydraulic                             | 68,370            | 0.20                     |
| 3,400                           | JOYY ADR   | 286,304           | 0.82                     |
| 54,500                          | Kingboard  | 179,899           | 0.52                     |
| 46,000                          | Kingsoft   | 230,518           | 0.66                     |
| 342,000                         | Lenovo   | 309,345           | 0.89                     |
| 7,000                           | Meituan  | 219,445           | 0.63                     |
| 124,000                         | Nine Dragons Paper                                   | 143,144           | 0.41                     |
| 9,300                           | NIO ADR  | 310,643           | 0.89                     |

Portfolio Statement

As at 28 February 2021

| Holdings<br>or Nominal<br>Value | Investments                                    | Market Value<br>£ | % of Total<br>Net Assets |
|---------------------------------|--|-------------------|--------------------------|
| 2,700                           | Noah ADR                                       | 86,286            | 0.25                     |
| 9,900                           | Pharmaron Beijing                              | 120,674           | 0.35                     |
| 584,137                         | PICC Property & Casualty                       | 315,617           | 0.91                     |
| 3,700                           | Pinduoduo ADR                                  | 452,648           | 1.30                     |
| 60,300                          | Shanghai Liangxin Electrical                   | 167,245           | 0.48                     |
| 4,500                           | Shanxi Xinghuacun Fen Wine Factory             | 156,000           | 0.45                     |
| 7,600                           | Shenzhen Inovance Technology                   | 71,770            | 0.21                     |
| 2,000                           | Silergy  | 137,646           | 0.40                     |
| 696,000                         | Sino-Ocean                                     | 108,454           | 0.31                     |
| 562,000                         | Sinopec Engineering                            | 214,010           | 0.61                     |
| 48,500                          | Sinotruk Hong Kong                             | 110,679           | 0.32                     |
| 5,400                           | Sungrow Power Supply                           | 51,520            | 0.15                     |
| 2,200                           | TAL Education ADR                              | 121,888           | 0.35                     |
| 22,890                          | Tencent  | 1,398,234         | 4.01                     |
| 14,700                          | WuXi AppTec                                    | 219,167           | 0.63                     |
| 14,000                          | WuXi Biologics                                 | 123,922           | 0.36                     |
| 29,000                          | Yihai International                            | 283,969           | 0.81                     |
| 128,000                         | Zhejiang Expressway                            | 79,900            | 0.23                     |
| 84,200                          | Zoomlion Heavy Industry Science and Technology | 91,765            | 0.26                     |
|                                 |  | <b>12,212,655</b> | <b>35.04</b>             |
|                                 | <b>Colombia 0.46% [0.00%]</b>                  |                   |                          |
| 34,599                          | Interconexion Electrica                        | 161,920           | 0.46                     |
|                                 |  | <b>161,920</b>    | <b>0.46</b>              |
|                                 | <b>Greece 0.48% [0.00%]</b>                    |                   |                          |
| 15,161                          | Hellenic Telecommunications Organization       | 167,295           | 0.48                     |
|                                 |  | <b>167,295</b>    | <b>0.48</b>              |
|                                 | <b>Hong Kong 4.16% [0.00%]</b>                 |                   |                          |
| 344,000                         | China Power International Development          | 52,652            | 0.15                     |
| 100,000                         | China Resources Beer                           | 539,391           | 1.55                     |
| 204,000                         | China Resources Cement                         | 173,800           | 0.50                     |
| 310,000                         | SITC International                             | 580,238           | 1.66                     |
| 658,000                         | Yuexiu Property                                | 104,352           | 0.30                     |
|                                 |  | <b>1,450,433</b>  | <b>4.16</b>              |
|                                 | <b>Hungary 0.63% [0.00%]</b>                   |                   |                          |
| 10,823                          | Richter Gedeon                                 | 221,190           | 0.63                     |
|                                 |  | <b>221,190</b>    | <b>0.63</b>              |
|                                 | <b>India 0.20% [8.03%]</b>                     |                   |                          |
| 8,464                           | GAIL India GDR                                 | 69,923            | 0.20                     |
|                                 |  | <b>69,923</b>     | <b>0.20</b>              |
|                                 | <b>Indonesia 0.86% [1.86%]</b>                 |                   |                          |
| 1,895,200                       | Sarana Menara Nusantara                        | 120,419           | 0.35                     |
| 157,000                         | United Tractors                                | 177,827           | 0.51                     |
|                                 |  | <b>298,246</b>    | <b>0.86</b>              |
|                                 | <b>Isle Of Man 0.00% [0.12%]</b>               |                   |                          |

Portfolio Statement

As at 28 February 2021

| Holdings<br>or Nominal<br>Value | Investments                             | Market Value<br>£ | % of Total<br>Net Assets |
|---------------------------------|---|-------------------|--------------------------|
|                                 | <b>Malaysia 1.01% [1.12%]</b>           |                   |                          |
| 34,400                          | Petronas Gas                            | 99,574            | 0.28                     |
| 113,400                         | Supermax                                | 96,791            | 0.28                     |
| 168,400                         | Top Glove                               | 155,639           | 0.45                     |
|                                 |   | <b>352,004</b>    | <b>1.01</b>              |
|                                 | <b>Mexico 1.41% [3.85%]</b>             |                   |                          |
| 49,280                          | Coca-Cola Femsa                         | 147,781           | 0.43                     |
| 199,100                         | Fibra Uno Administracion*               | 161,405           | 0.46                     |
| 13,095                          | Gruma                                   | 102,126           | 0.29                     |
| 70,500                          | Kimberly-Clark de Mexico                | 80,472            | 0.23                     |
|                                 |   | <b>491,784</b>    | <b>1.41</b>              |
|                                 | <b>Poland 1.50% [0.00%]</b>             |                   |                          |
| 4,611                           | Dino Polska                             | 217,815           | 0.62                     |
| 13,675                          | Polski Koncern Naftowy ORLEN            | 154,511           | 0.44                     |
| 141,492                         | Polskie Gornictwo Naftowe i Gazownictwo | 152,098           | 0.44                     |
|                                 |   | <b>524,424</b>    | <b>1.50</b>              |
|                                 | <b>Russia 6.33% [10.44%]</b>            |                   |                          |
| 3,953                           | Magnit                                  | 186,098           | 0.53                     |
| 35,906                          | Magnit GDR                              | 348,505           | 1.00                     |
| 119,530                         | Moscow Exchange                         | 197,926           | 0.57                     |
| 21,175                          | PhosAgro                                | 820,496           | 2.35                     |
| 9,859                           | PhosAgro GDR                            | 123,546           | 0.36                     |
| 20,339                          | Severstal                               | 262,349           | 0.75                     |
| 40,446                          | Sistema GDR                             | 267,885           | 0.77                     |
|                                 |   | <b>2,206,805</b>  | <b>6.33</b>              |
|                                 | <b>South Africa 4.59% [5.87%]</b>       |                   |                          |
| 20,984                          | Exxaro Resources                        | 169,549           | 0.49                     |
| 27,381                          | Impala Platinum                         | 318,174           | 0.91                     |
| 21,792                          | Mr Price                                | 179,483           | 0.52                     |
| 63,468                          | MTN                                     | 217,774           | 0.62                     |
| 227,698                         | PSG                                     | 715,159           | 2.05                     |
|                                 |   | <b>1,600,139</b>  | <b>4.59</b>              |
|                                 | <b>South Korea 17.32% [0.00%]</b>       |                   |                          |
| 635                             | Alteogen                                | 52,352            | 0.15                     |
| 86,985                          | BNK Financial                           | 326,173           | 0.94                     |
| 299                             | Celltrion                               | 56,535            | 0.16                     |
| 385                             | CJ CheilJedang                          | 99,022            | 0.28                     |
| 4,472                           | Coway                                   | 184,202           | 0.53                     |
| 4,848                           | DB Insurance                            | 127,622           | 0.37                     |
| 4,588                           | DL                                      | 252,363           | 0.72                     |
| 1,480                           | E-MART                                  | 158,763           | 0.46                     |
| 5,940                           | Hyundai Marine & Fire Insurance         | 82,628            | 0.24                     |
| 2,498                           | Kakao                                   | 776,070           | 2.23                     |
| 1,672                           | Korea Investment                        | 92,820            | 0.27                     |
| 215                             | LG Chem                                 | 113,744           | 0.33                     |
| 1,286                           | NCSOFT                                  | 766,311           | 2.20                     |
| 9,243                           | NH Investment & Securities              | 63,551            | 0.18                     |

Portfolio Statement  
As at 28 February 2021

| Holdings<br>or Nominal<br>Value | Investments                               | Market Value<br>£ | % of Total<br>Net Assets |
|---------------------------------|---|-------------------|--------------------------|
| 392                             | Pearl Abyss                               | 72,222            | 0.21                     |
| 29,859                          | Samsung Electronics                       | 1,568,258         | 4.50                     |
| 18,707                          | Samsung Electronics Preference Shares     | 867,010           | 2.49                     |
| 858                             | Seegene                                   | 67,951            | 0.18                     |
| 1,295                           | SK Hynix                                  | 116,246           | 0.33                     |
| 4,855                           | Yuhan                                     | 191,633           | 0.55                     |
|                                 |   | <b>6,035,476</b>  | <b>17.32</b>             |
|                                 | <b>Taiwan 15.06% [15.03%]</b>             |                   |                          |
| 87,000                          | Acer                                      | 59,987            | 0.17                     |
| 32,000                          | Advantech                                 | 297,890           | 0.86                     |
| 49,000                          | Chicony Electronics                       | 117,905           | 0.34                     |
| 334,000                         | Compal Electronics                        | 189,984           | 0.55                     |
| 17,000                          | Delta Electronics                         | 122,456           | 0.35                     |
| 670,000                         | Millerful No1 REIT*                       | 186,338           | 0.53                     |
| 12,000                          | Novatek Microelectronics                  | 146,069           | 0.42                     |
| 15,000                          | Oneness Biotech                           | 100,345           | 0.29                     |
| 8,800                           | Silicon Motion Technology ADR             | 374,319           | 1.07                     |
| 59,000                          | Simplo Technology                         | 565,143           | 1.62                     |
| 154,746                         | Taiwan Semiconductor Manufacturing        | 2,408,182         | 6.91                     |
| 23,000                          | Voltronic Power Technology                | 679,240           | 1.95                     |
|                                 |   | <b>5,247,858</b>  | <b>15.06</b>             |
|                                 | <b>Thailand 0.43% [2.89%]</b>             |                   |                          |
| 47,000                          | Krungthai Card                            | 70,558            | 0.20                     |
| 1,051,500                       | True                                      | 78,366            | 0.23                     |
|                                 |   | <b>148,924</b>    | <b>0.43</b>              |
|                                 | <b>Turkey 0.72% [2.11%]</b>               |                   |                          |
| 39,446                          | BIM Birlesik Magazalar                    | 251,408           | 0.72                     |
|                                 |   | <b>251,408</b>    | <b>0.72</b>              |
|                                 | <b>United Arab Emirates 1.40% [0.00%]</b> |                   |                          |
| 53,545                          | International                             | 487,130           | 1.40                     |
|                                 |   | <b>487,130</b>    | <b>1.40</b>              |
|                                 | <b>Portfolio of investments</b>           | <b>34,015,388</b> | <b>97.59</b>             |
|                                 | Net other assets                          | 838,701           | 2.41                     |
|                                 | <b>Net assets</b>                         | <b>34,854,089</b> | <b>100.00</b>            |

\* Real Estate Investment Trusts

Stock shown as ADR's and GDR's represent American Depositary Receipts and Global Depositary Receipts. The investments have been valued in accordance with note 1(i) of the Notes to the Accounting Policies and Financial Instruments. All investments are ordinary shares unless otherwise stated and admitted to official stock exchange listings. Comparative figures shown above in square brackets relate to 28 February 2020.

Gross purchases for the year: £89,081,167 [2020: £26,632,568] (See note 16).

Total sales net of transaction costs for the year: £88,508,655 [2020: £52,663,673] (See note 16).

At the year end, certain securities were on loan under a stock lending agreement (See note 17).

## FP Rayliant Quantamental Emerging Markets Equity Fund

### Statement of Total Return

For the year ended 28 February 2021

|   |      | 29/02/20 to<br>28/02/21 |                  | 01/03/19 to<br>28/02/20 |                    |
|---|------|-------------------------|------------------|-------------------------|--------------------|
|   | Note | £                       | £                | £                       | £                  |
| Income:   |      |                         |                  |                         |                    |
| Net capital gains/(losses)  | 2    |                         | 2,542,077        |                         | (1,539,374)        |
| Revenue   | 3    | 1,121,954               |                  | 854,708                 |                    |
| Expenses  | 4    | (107,554)               |                  | (202,994)               |                    |
| Interest payable and similar charges  | 5    | (172)                   |                  | (2,432)                 |                    |
| Net revenue before taxation   |      | 1,014,228               |                  | 649,282                 |                    |
| Taxation  | 6    | (124,890)               |                  | (58,378)                |                    |
| Net revenue after taxation  |      |                         | 889,338          |                         | 590,904            |
| Total return before distributions   |      |                         | 3,431,415        |                         | (948,470)          |
| Distributions   | 7    |                         | (889,515)        |                         | (590,767)          |
| <b>Change in net assets attributable to Shareholders from investment activities</b> |      |                         | <b>2,541,900</b> |                         | <b>(1,539,237)</b> |

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

For the year ended 28 February 2021

|  |  | 29/02/20 to<br>28/02/21 |                   | 01/03/19 to<br>28/02/20 |                   |
|--|--|-------------------------|-------------------|-------------------------|-------------------|
|  |  | £                       | £                 | £                       | £                 |
| <b>Opening net assets attributable to Shareholders</b>                                   |  |                         | 31,183,388        |                         | 58,973,734        |
| Amounts receivable on issue of Shares  |  | 5,105,308               |                   | 26,854,550              |                   |
| Amounts payable on cancellation of Shares  |  | (4,872,815)             |                   | (54,466,407)            |                   |
|  |  |                         | 232,493           |                         | (27,611,857)      |
| Dilution adjustment  |  |                         | 23,682            |                         | 342,518           |
| Change in net assets attributable to Shareholders from investment activities (see above) |  |                         | 2,541,900         |                         | (1,539,237)       |
| Retained distributions on accumulation Shares  |  |                         | 872,626           |                         | 1,018,230         |
| <b>Closing net assets attributable to Shareholders</b>                                   |  |                         | <b>34,854,089</b> |                         | <b>31,183,388</b> |



Balance Sheet

As at 28 February 2021

|  |      | 28/02/21         |                          | 28/02/20         |                          |
|--|------|------------------|--------------------------|------------------|--------------------------|
|  | Note | £                | £                        | £                | £                        |
| <b>Assets:</b>                                 |      |                  |                          |                  |                          |
| Fixed assets:                                  |      |                  |                          |                  |                          |
| Investments                                    |      |                  | 34,015,388               |                  | 30,802,750               |
| Current assets:                                |      |                  |                          |                  |                          |
| Debtors  | 8    | 211,144          |                          | 140,811          |                          |
| Cash and bank balances                         | 9    | <u>735,429</u>   |                          | <u>488,983</u>   |                          |
| Total current assets                           |      |                  | <u>946,573</u>           |                  | <u>629,794</u>           |
| Total assets                                   |      |                  | <u>34,961,961</u>        |                  | <u>31,432,544</u>        |
| <b>Liabilities:</b>                            |      |                  |                          |                  |                          |
| Provisions for liabilities                     | 10   |                  | (900)                    |                  | -                        |
| Creditors:                                     |      |                  |                          |                  |                          |
| Other creditors                                | 11   | <u>(106,972)</u> |                          | <u>(249,156)</u> |                          |
| Total creditors                                |      |                  | <u>(106,972)</u>         |                  | <u>(249,156)</u>         |
| Total liabilities                              |      |                  | <u>(107,872)</u>         |                  | <u>(249,156)</u>         |
| <b>Net assets attributable to Shareholders</b> |      |                  | <b><u>34,854,089</u></b> |                  | <b><u>31,183,388</u></b> |

Notes to the Financial Statements  
For the year ended 28 February 2021

1. Accounting Basis and Policies

The Fund's Financial Statements have been prepared on the basis detailed on pages 11 to 13.

2. Net capital gains/(losses)

|  | 29/02/20 to<br>28/02/21 | 01/03/19 to<br>28/02/20 |
|--|-------------------------|-------------------------|
|  | £                       | £                       |
| Net capital gains/(losses) during the year comprise: |                         |                         |
| Currency losses                                      | (53,512)                | (97,366)                |
| Non-derivative security gains/(losses)               | 2,659,477               | (1,311,552)             |
| Transaction charges                                  | (86,041)                | (130,455)               |
| ADR fees   | (3,206)                 | (1)                     |
| Transaction charges rebate                           | 25,359                  | -                       |
| <b>Total net capital gains/(losses)</b>              | <b>2,542,077</b>        | <b>(1,539,374)</b>      |

3. Revenue

|                      | 29/02/20 to<br>28/02/21 | 01/03/19 to<br>28/02/20 |
|----------------------|-------------------------|-------------------------|
|                      | £                       | £                       |
| Bank interest        | 62                      | 755                     |
| Overseas dividends   | 1,111,312               | 844,738                 |
| Scrip dividends      | 5,441                   | 6,388                   |
| Stock lending income | 5,139                   | 2,619                   |
| UK dividends         | -                       | 208                     |
| <b>Total revenue</b> | <b>1,121,954</b>        | <b>854,708</b>          |

4. Expenses

|   | 29/02/20 to<br>28/02/21 | 01/03/19 to<br>28/02/20 |
|---|-------------------------|-------------------------|
|   | £                       | £                       |
| <b>Payable to the ACD, associates of the ACD, and agents of either of them</b>              |                         |                         |
| AMC fees  | 137,834                 | 71,131                  |
| Investment Manager subsidy  | (43,802)                | -                       |
| Printing, postage, stationery and typesetting costs   | 3,410                   | 4,098                   |
| Registration fees   | (168)                   | 540                     |
|   | <b>97,274</b>           | <b>75,769</b>           |
| <b>Payable to the Depositary, associates of the Depositary and agents of either of them</b> |                         |                         |
| Safe custody fees   | 566                     | 31,734                  |
|   | <b>566</b>              | <b>31,734</b>           |
| <b>Other expenses</b>   |                         |                         |
| Audit fees*   | 11,581                  | 11,290                  |
| FCA fees  | 116                     | 112                     |
| Out of pocket expenses  | 4,599                   | 8,611                   |
| Professional fees   | (6,582)                 | 75,478                  |
|   | <b>9,714</b>            | <b>95,491</b>           |
| <b>Total expenses</b>   | <b>107,554</b>          | <b>202,994</b>          |

\* FCA fees and Audit fees of £9,625 + VAT for the year ended 28 February 2021 (2020: £9,435 + VAT) have been paid out of the property of the Fund.

Notes to the Financial Statements  
For the year ended 28 February 2021

|   |                                 |                                 |
|---|---------------------------------|---------------------------------|
| <b>5. Interest payable and similar charges</b>    | <b>29/02/20 to<br/>28/02/21</b> | <b>01/03/19 to<br/>28/02/20</b> |
|   | £                               | £                               |
| Interest  | 172                             | 2,432                           |
| <b>Total interest payable and similar charges</b> | <b>172</b>                      | <b>2,432</b>                    |

|   |                                 |                                 |
|---|---------------------------------|---------------------------------|
| <b>6. Taxation</b>                                | <b>29/02/20 to<br/>28/02/21</b> | <b>01/03/19 to<br/>28/02/20</b> |
|   | £                               | £                               |
| <b>(a) Analysis of the tax charge in the year</b> |                                 |                                 |
| Corporation tax                                   | 8,034                           | 8,643                           |
| Double tax relief                                 | (8,034)                         | (8,643)                         |
| Overseas tax                                      | 123,990                         | 58,378                          |
| Deferred taxation (Note 6 (c))                    | 900                             | -                               |
| <b>Total taxation for the year (Note 6 (b))</b>   | <b>124,890</b>                  | <b>58,378</b>                   |

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

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an Open-Ended Investment Company of 20% (2020: 20%) is applied to the net revenue before taxation. The differences are explained below:

|   |                                 |                                 |
|---|---------------------------------|---------------------------------|
|   | <b>29/02/20 to<br/>28/02/21</b> | <b>01/03/19 to<br/>28/02/20</b> |
|   | £                               | £                               |
| Net revenue before taxation   | 1,014,228                       | 649,282                         |
| Net revenue for the year multiplied by the standard rate of corporation tax | 202,846                         | 129,856                         |
| <b>Effects of:</b>  |                                 |                                 |
| Overseas tax  | 123,990                         | 58,378                          |
| Revenue not subject to corporation tax                                      | (192,937)                       | (121,213)                       |
| Double taxation relief  | (9,009)                         | (8,643)                         |
| <b>Total tax charge for the year</b>  | <b>124,890</b>                  | <b>58,378</b>                   |

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

|   |                 |                 |
|---|-----------------|-----------------|
| <b>(c) Deferred tax</b>                 | <b>28/02/21</b> | <b>28/02/20</b> |
|   | £               | £               |
| Deferred tax charge in the year         | 900             | -               |
| <b>Provision at the end of the year</b> | <b>900</b>      | <b>-</b>        |

Notes to the Financial Statements  
For the year ended 28 February 2021

7. Finance costs

**Distributions**

The distributions take account of revenue received on the creation of Shares and revenue deducted on the cancellation of Shares, and comprise:

|  | 29/02/20 to<br>28/02/21 | 01/03/19 to<br>28/02/20 |
|--|-------------------------|-------------------------|
|  | £                       | £                       |
| Special distribution*                          | 24,981                  | -                       |
| Final  | 847,645                 | 1,018,230               |
| Add: Revenue paid on cancellation of Shares    | 88,906                  | 136,861                 |
| Deduct: Revenue received on creation of Shares | (72,017)                | (564,324)               |
| <b>Net distribution for the year</b>           | <b>889,515</b>          | <b>590,767</b>          |

**Reconciliation of net revenue after taxation to distributions**

|                                      |                |                |
|--------------------------------------|----------------|----------------|
| Net revenue after taxation           | 889,338        | 590,904        |
| Equalisation on conversion of Shares | 188            | (155)          |
| Net movement in revenue account      | (11)           | 18             |
| <b>Net distribution for the year</b> | <b>889,515</b> | <b>590,767</b> |

\* There will be a special distribution to investors holding Class B Accumulation Shares on 28 February 2021 due to additional income identified following the distributions that were paid to investors on 30 April 2021. A revision of the transaction cost accruals of this Share Class resulted in the declaration of additional income owed to Shareholders after year end. The special distribution will be paid on 30 June 2021.

Details of the distributions per Share are set out in the distribution table on page 35.

8. Debtors

|   | 28/02/21       | 28/02/20       |
|---|----------------|----------------|
|   | £              | £              |
| Accrued bank interest                     | -              | 21             |
| Accrued revenue                           | 86,976         | 51,712         |
| Amounts receivable for creation of Shares | 23,472         | 27,941         |
| Dilution adjustment receivable            | -              | 131            |
| Overseas withholding tax recoverable      | 589            | 27,398         |
| Sales awaiting settlement                 | 30,945         | 32,611         |
| Compensation received                     | -              | 997            |
| Investment Manager subsidy                | 69,162         | -              |
| <b>Total debtors</b>                      | <b>211,144</b> | <b>140,811</b> |

9. Cash and bank balances

|                                     | 28/02/21       | 28/02/20       |
|-------------------------------------|----------------|----------------|
|                                     | £              | £              |
| Cash and bank balances              | 735,429        | 488,983        |
| <b>Total cash and bank balances</b> | <b>735,429</b> | <b>488,983</b> |

10. Provisions for liabilities

|   | 28/02/21   | 28/02/20 |
|---|------------|----------|
|   | £          | £        |
| Deferred tax payable                    | 900        | -        |
| <b>Total provisions for liabilities</b> | <b>900</b> | <b>-</b> |

Notes to the Financial Statements  
For the year ended 28 February 2021

| 11. Other creditors                                 | 28/02/21              | 28/02/20              |
|---|-----------------------|-----------------------|
|   | £                     | £                     |
| Amounts payable for cancellation of Shares          | 39,097                | 82,959                |
| Dilution adjustment payable                         | 106                   | -                     |
| Purchases awaiting settlement                       | -                     | 65,378                |
|   | <u>39,203</u>         | <u>148,337</u>        |
| <i>Accrued expenses</i>                             |                       |                       |
| <i>Manager and Agents</i>                           |                       |                       |
| AMC fees  | 14,543                | 7,199                 |
| Printing, postage, stationery and typesetting costs | 178                   | 448                   |
| Registration fees                                   | -                     | 168                   |
|   | <u>14,721</u>         | <u>7,815</u>          |
| <i>Depositary and Agents</i>                        |                       |                       |
| Safe custody fees                                   | 5,415                 | 24,242                |
| Transaction charges                                 | 22,148                | 18,177                |
|   | <u>27,563</u>         | <u>42,419</u>         |
| <i>Other accrued expenses</i>                       |                       |                       |
| Audit fees  | 11,549                | 11,290                |
| Taiwan Tax  | 13,936                | 39,295                |
|   | <u>25,485</u>         | <u>50,585</u>         |
| <b>Total other creditors</b>                        | <b><u>106,972</u></b> | <b><u>249,156</u></b> |

12. Related party transactions

Management fees paid to the ACD are disclosed in note 4 and amounts due at the year end are disclosed in note 11.

Monies received and paid by the ACD through the creation and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 8 and 11.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

**Significant Shareholdings**

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that 94.33% of the Fund's shares in issue are under the control of a single nominee and its related parties.

13. Share Classes

The Share Class and ACD's Annual Management Charges applicable to each Fund are as follows:

|                            | %    |
|----------------------------|------|
| Share Class A Accumulation | 0.97 |
| Share Class B Accumulation | 0.50 |
| Share Class C Accumulation | 0.53 |

Each Share Class has equal rights in the event of the wind up of the Fund.

The reconciliation of the opening and closing numbers of shares of each class is shown below:

|                            | 28/02/20   | Issued    | Cancelled   | Converted | 28/02/21   |
|----------------------------|------------|-----------|-------------|-----------|------------|
| Share Class A Accumulation | 978,245    | 156,066   | (356,122)   | (224,698) | 553,491    |
| Share Class B Accumulation | 19,083,889 | 3,290,171 | (2,908,995) | 220,720   | 19,685,785 |
| Share Class C Accumulation | -          | 1,000     | -           | -         | 1,000      |

Notes to the Financial Statements  
For the year ended 28 February 2021

**14. Capital commitments and contingent assets and liabilities**

There were no contingent liabilities or outstanding commitments at the balance sheet date (2020: nil).

**15. Derivatives and other financial instruments**

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 13 to 15 of the report.

**(a) Foreign currency risk**

The table below shows the foreign currency risk profile at the balance sheet date:

| Currency                               | Net foreign currency assets |                   |
|--|-----------------------------|-------------------|
|  | 28/02/21                    | 28/02/20          |
|  | £                           | £                 |
| Brazilian real                         | 1,826,824                   | 3,852,899         |
| Chilean peso                           | 270,098                     | 267,257           |
| Chinese yuan                           | 1,533,846                   | -                 |
| Colombian peso                         | 161,920                     | -                 |
| Egyptian pound                         | 104                         | 120               |
| Euro                                   | 167,530                     | -                 |
| Hong Kong dollar                       | 8,479,339                   | 9,792,819         |
| Hungarian forint                       | 221,190                     | -                 |
| Indonesian rupiah                      | 298,246                     | 587,739           |
| Malaysian ringgit                      | 358,073                     | 351,314           |
| Mexican peso                           | 493,589                     | 1,202,826         |
| New Russian ruble                      | 1,474,783                   | 728,195           |
| New Taiwan dollar                      | 5,022,957                   | 4,689,592         |
| Polish zloty                           | 546,937                     | 27,398            |
| Singapore dollar                       | -                           | 17,966            |
| South African rand                     | 1,635,425                   | 1,865,533         |
| South Korean won                       | 6,118,632                   | -                 |
| Thailand baht                          | 148,925                     | 913,942           |
| Turkish lira                           | 251,408                     | 656,559           |
| UAE dirham                             | 487,130                     | -                 |
| US dollar                              | 5,343,402                   | 6,006,754         |
| <b>Total foreign currency exposure</b> | <b>34,840,358</b>           | <b>30,960,913</b> |
| Sterling                               | 13,731                      | 222,475           |
| <b>Total net assets</b>                | <b>34,854,089</b>           | <b>31,183,388</b> |

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £3,167,305 (2020: £2,814,628). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £3,871,151 (2020: £3,440,101). These calculations assume all other variables remain constant.

Notes to the Financial Statements  
For the year ended 28 February 2021

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

The table below shows the interest rate risk profile at the balance sheet date:

| Currency Assets    | Floating rate    | Fixed rate       | Financial assets      | Total             |
|--------------------|------------------|------------------|-----------------------|-------------------|
|                    | financial assets | financial assets | not carrying interest |                   |
|                    | £                | £                | £                     | £                 |
| <b>28/02/21</b>    |                  |                  |                       |                   |
| Brazilian real     | 6,589            | -                | 1,820,235             | 1,826,824         |
| Chilean peso       | 281              | -                | 269,817               | 270,098           |
| Chinese yuan       | 1,210,438        | -                | 323,408               | 1,533,846         |
| Colombian peso     | -                | -                | 161,920               | 161,920           |
| Egyptian pound     | 104              | -                | -                     | 104               |
| Euro currency      | 235              | -                | 167,295               | 167,530           |
| Hong Kong dollar   | 2,954            | -                | 8,476,385             | 8,479,339         |
| Hungarian forint   | -                | -                | 221,190               | 221,190           |
| Indonesian rupiah  | -                | -                | 298,246               | 298,246           |
| Malaysian ringgit  | 6,069            | -                | 352,004               | 358,073           |
| Mexican peso       | 1,806            | -                | 491,784               | 493,590           |
| New Russian ruble  | -                | -                | 1,474,783             | 1,474,783         |
| New Taiwan dollar  | 11,772           | -                | 5,011,184             | 5,022,956         |
| Polish zloty       | 21,923           | -                | 525,013               | 546,936           |
| South African rand | 4,341            | -                | 1,631,084             | 1,635,425         |
| South Korean won   | 9,458            | -                | 6,109,175             | 6,118,633         |
| Sterling           | 28,970           | -                | 92,633                | 121,603           |
| Thailand baht      | -                | -                | 148,925               | 148,925           |
| Turkish lira       | -                | -                | 251,408               | 251,408           |
| UAE dirham         | -                | -                | 487,130               | 487,130           |
| US dollar          | 637,759          | -                | 4,705,643             | 5,343,402         |
| <b>Total</b>       | <b>1,942,699</b> | <b>-</b>         | <b>33,019,262</b>     | <b>34,961,961</b> |
| <b>28/02/20</b>    |                  |                  |                       |                   |
| Brazilian real     | 30,506           | -                | 3,856,231             | 3,886,737         |
| Chilean peso       | 270              | -                | 266,987               | 267,257           |
| Egyptian pound     | 120              | -                | -                     | 120               |
| Hong Kong dollar   | 18,642           | -                | 9,774,177             | 9,792,819         |
| Indonesian rupiah  | 212              | -                | 587,527               | 587,739           |
| Malaysian ringgit  | 2,930            | -                | 348,384               | 351,314           |
| Mexican peso       | 3,862            | -                | 1,198,964             | 1,202,826         |
| New Russian ruble  | 5,134            | -                | 723,061               | 728,195           |
| New Taiwan dollar  | 1,969            | -                | 4,687,623             | 4,689,592         |
| Polish zloty       | -                | -                | 27,398                | 27,398            |
| Singapore dollar   | 1,347            | -                | 16,618                | 17,965            |
| South African rand | 330              | -                | 1,896,743             | 1,897,073         |
| Sterling           | 377,163          | -                | 29,090                | 406,253           |
| Thailand baht      | 5,539            | -                | 908,404               | 913,943           |
| Turkish lira       | -                | -                | 656,559               | 656,559           |
| US dollar          | 40,959           | -                | 5,965,795             | 6,006,754         |
| <b>Total</b>       | <b>488,983</b>   | <b>-</b>         | <b>30,943,561</b>     | <b>31,432,544</b> |

Notes to the Financial Statements  
For the year ended 28 February 2021

| Currency Liabilities | Floating rate<br>financial<br>liabilities<br>£ | Fixed rate<br>financial<br>liabilities<br>£ | Financial<br>liabilities not<br>carrying<br>interest<br>£ | Total<br>£     |
|----------------------|--|---|---|----------------|
| <b>28/02/21</b>      |  |   |   |                |
| Sterling             | -  | -   | 107,872   | 107,872        |
| <b>Total</b>         | -  | -   | <b>107,872</b>  | <b>107,872</b> |
| <b>28/02/20</b>      |  |   |   |                |
| Brazilian real       | -  | -   | 33,838  | 33,838         |
| South African rand   | -  | -   | 31,541  | 31,541         |
| Sterling             | -  | -   | 183,777   | 183,777        |
| <b>Total</b>         | -  | -   | <b>249,156</b>  | <b>249,156</b> |

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

**(c) Market price risk**

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below. If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below. These calculations have been applied to non-derivative securities only (see note 2(i) Accounting Policies and Financial Instruments for an explanation of the Fund's leverage during the year). These calculations assume all other variables remain constant.

|             | Increase<br>£ | Decrease<br>£ |
|-------------|---------------|---------------|
| <b>2021</b> | 3,401,539     | 3,401,539     |
| <b>2020</b> | 6,160,550     | 6,160,550     |

**(d) Leverage**

The Fund did not employ any significant leverage as at 28 February 2021, other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

| 16. Portfolio transaction costs                 |               | 29/02/20 to<br>28/02/21  | 01/03/19 to<br>28/02/20  |
|---|---------------|--------------------------|--------------------------|
| Analysis of total purchase costs                | £             | £                        | £                        |
| Purchases in the year before transaction costs: |               |                          |                          |
| Equities  |               | 88,498,811               | 26,611,145               |
| Collective Investment Schemes                   |               | 471,079                  | -                        |
|   |               | <u>88,969,890</u>        | <u>26,611,145</u>        |
| Commissions - Equities                          | 66,104        |                          | 12,725                   |
| Commissions - Collective Investment Schemes     | 236           |                          | -                        |
| Taxes - Equities                                | <u>44,937</u> |                          | <u>8,698</u>             |
| Total purchase costs                            |               | 111,277                  | 21,423                   |
| <b>Gross purchase total</b>                     |               | <b><u>89,081,167</u></b> | <b><u>26,632,568</u></b> |



Notes to the Financial Statements  
For the year ended 28 February 2021

|   | £           | 29/02/20 to<br>28/02/21<br>£ | £        | 01/03/19 to<br>28/02/20<br>£ |
|---|-------------|------------------------------|----------|------------------------------|
| <b>Analysis of total sale costs</b>               |             |                              |          |                              |
| Gross sales in the year before transaction costs: |             |                              |          |                              |
| Equities  |             | 88,187,385                   |          | 52,665,390                   |
| Collective Investment Schemes                     |             | 475,706                      |          | -                            |
|   |             | <u>88,663,091</u>            |          | <u>52,665,390</u>            |
| Commissions - Equities                            | (65,090)    |                              | (1,482)  |                              |
| Commissions - Collective Investment Schemes       | (248)       |                              | -        |                              |
| Taxes - Equities                                  | (89,087)    |                              | (235)    |                              |
| Taxes - Collective Investment Schemes             | <u>(11)</u> |                              | <u>-</u> |                              |
| Total sale costs                                  |             | (154,436)                    |          | (1,717)                      |
| <b>Total sales net of transaction costs</b>       |             | <u><b>88,508,655</b></u>     |          | <u><b>52,663,673</b></u>     |

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

|   | % | 29/02/20 to<br>28/02/21<br>% | % | 01/03/19 to<br>28/02/20<br>% |
|---|---|------------------------------|---|------------------------------|
| <b>Transaction costs as percentage of principal amounts</b>       |   |                              |   |                              |
| Purchases - Commissions   |   |                              |   |                              |
| Equities  |   | 0.0747%                      |   | 0.0478%                      |
| Collective Investment Schemes                                     |   | 0.0501%                      |   | 0.0000%                      |
| Purchases - Taxes   |   |                              |   |                              |
| Equities  |   | 0.0508%                      |   | 0.0327%                      |
| Collective Investment Schemes                                     |   | 0.0000%                      |   | 0.0000%                      |
| Sales - Commissions   |   |                              |   |                              |
| Equities  |   | 0.0738%                      |   | 0.0028%                      |
| Collective Investment Schemes                                     |   | 0.0521%                      |   | 0.0000%                      |
| Sales - Taxes   |   |                              |   |                              |
| Equities  |   | 0.1010%                      |   | 0.0004%                      |
| Collective Investment Schemes                                     |   | 0.0023%                      |   | 0.0000%                      |
| <b>Transaction costs as percentage of average net asset value</b> |   |                              |   |                              |
| Commissions   |   | 0.4186%                      |   | 0.0567%                      |
| Taxes   |   | 0.4261%                      |   | 0.0356%                      |

At the balance sheet date the average portfolio dealing spread was 0.23% (2020: 0.29%).

Notes to the Financial Statements  
For the year ended 28 February 2021

17. Stock Lending

The Fund enters into stock lending arrangements with various counterparties. At the balance sheet date the bid value of securities on loan was £756,212 (2020: £967,678). The value of collateral held in respect of securities on loan was £699,319 (2020: £1,040,982).

| Counterparty                  | 28/02/21                    |                 | 28/02/20                    |                  |
|-------------------------------|-----------------------------|-----------------|-----------------------------|------------------|
|                               | Value of stock on loan<br>£ | Collateral<br>£ | Value of stock on loan<br>£ | Collateral<br>£  |
| Barclays Capital Securities   | 289,837                     | 268,273         | 26,307                      | 28,341           |
| BNP Paribas Arbitrage         | 133,893                     | 125,120         | 150,000                     | 158,650          |
| Citigroup Global Markets (UK) | -                           | -               | 4,296                       | 4,560            |
| Credit Suisse (Ireland)       | 29,093                      | 26,966          | 282,789                     | 295,516          |
| HSBC Bank                     | -                           | -               | 14,196                      | 22,145           |
| JP Morgan Securities          | -                           | -               | 39,934                      | 41,970           |
| Macquarie Bank Limited        | -                           | -               | 29,811                      | 31,431           |
| Merrill Lynch                 | -                           | -               | 30,027                      | 38,510           |
| UBS                           | 303,389                     | 278,960         | 390,318                     | 419,859          |
|                               | <b>756,212</b>              | <b>699,319</b>  | <b>967,678</b>              | <b>1,040,982</b> |

| Collateral by asset class | 29/02/20 to<br>28/02/21 | 01/03/19 to<br>28/02/20 |
|---------------------------|-------------------------|-------------------------|
| Equities                  | 143,831                 | 348,560                 |
| Government bonds          | 612,381                 | 692,422                 |
|                           | <b>756,212</b>          | <b>1,040,982</b>        |

| Analysis of stock lending income | 29/02/20 to<br>28/02/21 | 01/03/19 to<br>28/02/20 |
|----------------------------------|-------------------------|-------------------------|
| Gross stock lending income       | 7,906                   | 7,482                   |
| Fees paid to the ACD             | (2,767)                 | (4,863)                 |
|                                  | <b>5,139</b>            | <b>2,619</b>            |

18. Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

19. Fair value disclosure

| Valuation technique   | 28/02/21          |                  | 28/02/20          |                  |
|---|-------------------|------------------|-------------------|------------------|
|   | Assets<br>£       | Liabilities<br>£ | Assets<br>£       | Liabilities<br>£ |
| <b>Level 1:</b> The unadjusted quoted price in an active market for identical assets or liabilities   | 34,015,388        | -                | 30,802,750        | -                |
| <b>Level 2:</b> Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly | -                 | -                | -                 | -                |
| <b>Level 3:</b> Inputs are unobservable (ie for which market data is unavailable) for the asset or liability  | -                 | -                | -                 | -                |
|   | <b>34,015,388</b> | <b>-</b>         | <b>30,802,750</b> | <b>-</b>         |

The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 12.

**Distribution Table**  
As at 28 February 2021

**Final Distribution in pence per Share**

Group 1 Shares purchased prior to 29 February 2020

Group 2 Shares purchased on or after 29 February 2020 to 28 February 2021

|                                   | Net<br>revenue<br>(p) | Equalisation<br>(p) | Distribution<br>payable<br>30/04/21<br>(p) | Distribution<br>paid<br>30/04/20<br>(p) |
|-----------------------------------|-----------------------|---------------------|--|---|
| <b>Share Class A Accumulation</b> |                       |                     |  |   |
| Group 1                           | 3.4577                | -                   | 3.4577                                     | 4.6829                                  |
| Group 2                           | 1.7687                | 1.6890              | 3.4577                                     | 4.6829                                  |
| <b>Share Class B Accumulation</b> |                       |                     |  |   |
| Group 1                           | 4.2086                | -                   | 4.2086                                     | 5.0955                                  |
| Group 2                           | 2.5413                | 1.6673              | 4.2086                                     | 5.0955                                  |
| <b>Share Class C Accumulation</b> |                       |                     |  |   |
| Group 1                           | 1.0460                | -                   | 1.0460                                     | 0.0000                                  |
| Group 2                           | 1.0460                | 0.0000              | 1.0460                                     | 0.0000                                  |

**Special Distribution in pence per Share**

Group 1 Shares purchased prior to 1 March 2021

Group 2 Shares purchased on or after 1 March to 28 February 2021

|                                   | Net<br>revenue<br>(p) | Equalisation<br>(p) | Distribution<br>payable<br>30/06/21<br>(p) |
|-----------------------------------|-----------------------|---------------------|--|
| <b>Share Class B Accumulation</b> |                       |                     |  |
| Group 1                           | 0.1269                | -                   | 0.1269                                     |
| Group 2                           | 0.1269                | 0.0000              | 0.1269                                     |

Share Class C Accumulation launched on 7 July 2020.

There will be a special distribution to investors holding Class B Accumulation Shares on 28 February 2021 due to additional income identified following the distributions that were paid to investors on 30 April 2021. A revision of the transaction cost accruals of this Share Class resulted in the declaration of additional income owed to Shareholders after year end. The special distribution will be paid on 30 June 2021.

Securities Financing Transactions  
As at 28 February 2021

**GLOBAL DATA**

| <b>Proportion of securities and commodities on loan</b>    | <b>£</b>   | <b>%</b> |
|--|------------|----------|
| Total lendable assets excluding cash and cash equivalents: | 19,647,568 |          |
| Securities and commodities on loan                         | 699,319    | 3.56%    |

  

| <b>Assets engaged in SFTs and total return swaps</b> | <b>£</b>   | <b>%</b> |
|--|------------|----------|
| Fund assets under management (AUM)                   | 35,073,422 |          |
| Absolute value of assets engaged in:                 |            |          |
| Securities lending                                   | 699,319    | 1.99%    |

**CONCENTRATION DATA**

**Top 10 Collateral Issuers**

| <b>Name and value of collateral and commodities received</b> | <b>£</b> |
|--|----------|
| Kingdom of Belgium   | 137,552  |
| Republic of France   | 132,470  |
| United States of America Treasury                            | 130,306  |
| Federal Republic of Germany                                  | 81,210   |
| Kingdom of Sweden  | 56,334   |
| Government of United Kingdom                                 | 45,414   |
| Kingdom of Netherlands                                       | 29,095   |
| Linde  | 28,983   |
| Qualcomm   | 17,300   |
| Apple  | 13,519   |

**Top 10 Counterparties**

| <b>Name and value of outstanding transactions</b> | <b>£</b> |
|---|----------|
| <b>Securities lending</b>                         |          |
| UBS   | 278,960  |
| Barclays Capital Securities                       | 268,273  |
| BNP Paribas Arbitrage                             | 125,120  |
| Credit Suisse (Ireland)                           | 26,966   |

**AGGREGATE TRANSACTION DATA**

**Type, Quality and Currency of Collateral**

| <b>Type</b>               | <b>Quality</b>                | <b>Currencies</b> | <b>£</b> |
|---------------------------|-------------------------------|-------------------|----------|
| <b>Securities lending</b> |                               |                   |          |
| Equity                    | Traded on recognised exchange | US dollar         | 143,831  |
| Fixed Income              | Investment Grade              | Sterling          | 45,414   |
| Fixed Income              | Investment Grade              | Euro              | 380,327  |
| Fixed Income              | Investment Grade              | Swedish krona     | 56,334   |
| Fixed Income              | Investment Grade              | US dollar         | 130,306  |

**Maturity Tenor of Collateral (remaining period to maturity)**

| <b>Type</b>        | <b>One week</b>  |                   | <b>One to</b> | <b>Three</b>  | <b>Above one</b> | <b>Open</b> | <b>Total</b> |
|--------------------|------------------|-------------------|---------------|---------------|------------------|-------------|--------------|
|                    | <b>Less than</b> | <b>One day to</b> | <b>to one</b> | <b>three</b>  |                  |             |              |
|                    | <b>one day</b>   | <b>one week</b>   | <b>month</b>  | <b>months</b> | <b>months to</b> | <b>year</b> |              |
|                    | <b>£</b>         | <b>£</b>          | <b>£</b>      | <b>£</b>      | <b>£</b>         | <b>£</b>    | <b>£</b>     |
| Securities lending | -                | -                 | 9,558         | 632           | 9,702            | 592,488     | 756,212      |
|                    | -                | -                 | 9,558         | 632           | 9,702            | 592,488     | 756,212      |

Securities Financing Transactions  
As at 28 February 2021

Counterparty details

| Type               | Countries of counterparty | Settlement and clearing | £       |
|--------------------|---------------------------|-------------------------|---------|
| Securities lending | Switzerland               | Bi-lateral              | 67,397  |
| Securities lending | France                    | Tri-party               | 133,893 |
| Securities lending | Ireland                   | Tri-party               | 29,093  |
| Securities lending | Switzerland               | Tri-party               | 235,992 |
| Securities lending | United Kingdom            | Tri-party               | 289,837 |

Maturity Tenor of SFTs and Total Return Swaps (remaining period to maturity)

| Type               | Less than one day | One day to one week | One week to one month | One to three months | Three months to one year | Above one year | Open transactions | Total   |
|--------------------|-------------------|---------------------|-----------------------|---------------------|--------------------------|----------------|-------------------|---------|
|                    | £                 | £                   | £                     | £                   | £                        | £              | £                 | £       |
| Securities lending | -                 | -                   | -                     | -                   | -                        | -              | 699,319           | 699,319 |
|                    | -                 | -                   | -                     | -                   | -                        | -              | 699,319           | 699,319 |

RE-USE OF COLLATERAL

The Fund does not engage in re-use of collateral.

SAFEKEEPING OF COLLATERAL RECEIVED

| Names and value of custodians safekeeping collateral | £       |
|--|---------|
| Bank of New York                                     | 525,829 |
| JP Morgan  | 162,986 |
| State Street   | 67,397  |
| Number of custodians safekeeping collateral          | 3       |

| RETURN AND COST         | Collective Investment Undertaking | Manager of Collective Investment Undertaking | Third Parties (e.g. lending agent) | Total |
|-------------------------|-----------------------------------|--|------------------------------------|-------|
|                         | £                                 | £  | £                                  | £     |
| Securities lending      |                                   |  |                                    |       |
| Gross return            | -                                 | 5,540  | 2,979                              | 8,519 |
| % of total gross return | 0.00%                             | 65.00%                                       | 35.00%                             |       |

The disclosures for securities financing transactions are based on official published NAV.

### General Information

#### Classes of Shares

The Company can issue different classes of Shares in respect of the Fund. Holders of Income Shares are entitled to be paid the revenue attributable to such Shares, in respect of each annual accounting period. 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.

#### Buying and Selling Shares

The ACD will accept orders to deal in the Shares on normal business days between 9:00am and 5:00pm. Instructions to buy or sell Shares may be either in writing to: FundRock Partners Limited - Henderson Rowe, PO Box 10849, Chelmsford CM99 2XT or by telephone on 01268 448 658\* (UK only) or +44 1268 448 658\* (from outside the UK). A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

#### Valuation Point

The valuation point for the Fund is 12 noon on each dealing day (being each day which is a business day in London). Valuations may be made at other times under the terms contained within the Prospectus.

#### Prices

The price of Shares for each class in each Fund will be posted via a link on [www.fundlistings.com](http://www.fundlistings.com) and can also be obtained by telephoning the Administrator on 01268 448 658\* (UK only) or +44 1268 448 658\* (outside the UK) during the ACD's normal business hours.

#### Report

The annual report of the Company will normally be published within two months of each annual accounting period, although the ACD reserves the right to publish the annual report at a later date but not later than four months from the end of each annual accounting period and the interim report will be published within two months of each interim accounting period.

|   |             |
|---|-------------|
| Interim Financial Statements period ended | 31 August   |
| Annual Financial Statements year ended    | 28 February |

#### Distribution Payment Dates

|         |   |
|---------|---|
| Interim | Not applicable as the Fund distributes annually |
| Annual  | 30 April  |

\* Please note that telephone calls may be recorded for monitoring and training purposes, and to confirm investors' instructions.

General Information

**Remuneration Information**

Under the UCITS V Directive, the ACD must establish and apply remuneration policies and practices that are consistent with and promote sound and effective risk management. Under the COLL Sourcebook, FundRock Partners ("FP") as UK UCITS Manager, are required to disclose details on how those individuals whose actions can have a material impact on the Fund are remunerated (known as Identified Staff or 'Material Risk Takers').

The remuneration strategy across FundRock Partners is governed by the FundRock Partners' Board and FundRock Partners has chosen not to establish a Remuneration Committee. The FundRock Partners' Board has established a Remuneration Policy designed to ensure the UCITS Remuneration Code in the UK Financial Authority handbook is met proportionately for all UCITS Remuneration Code Staff.

FundRock Partners considers its activities as non- complex due to the fact that regulation limits the UCITS strategies conducted and the scope of investment in such a way that investor risk is mitigated. The discretion of FundRock Partners and the portfolio manager is strictly controlled within certain pre-defined parameters as determined in the prospectus of each UK UCITS fund.

In its role as an UK UCITS Manager, FundRock Partners deems itself as lower risk due to the nature of the activities it conducts. Therefore, FundRock Partners has provided a basic overview of how staff whose actions have, a material impact on the Fund are remunerated.

| FundRock Partners Ltd  |                                      |                                      |                    |                            |                                       |
|--|--------------------------------------|--------------------------------------|--------------------|----------------------------|---------------------------------------|
| February 2021  | Number of Beneficiaries <sup>1</sup> | Total remuneration paid <sup>2</sup> | Fixed remuneration | Variable remuneration paid | Carried interest paid by the UK UCITS |
| Total remuneration paid by FP during the financial year  | 23                                   | £1,735,480                           | £1,668,083         | £67,397                    | £0                                    |
| Remuneration paid to employees of FP who have a material impact on the risk profile of the UK UCITS                            | 4                                    | £393,403                             | £372,506           | £20,897                    | £0                                    |
| Senior Management  | 4                                    | £393,403                             | £372,506           | £20,897                    | £0                                    |
| Control functions  | 4                                    | £393,403                             | £372,506           | £20,897                    | £0                                    |
| Employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers | 0                                    | £0                                   | £0                 | £0                         | £0                                    |

<sup>1</sup> Number of beneficiaries represents employees of the FundRock Partners who are fully or partially involved in the activities of the UK UCITS as at 28 February 2021.

<sup>2</sup> Total remuneration paid represents total compensation of those employees of FundRock Partners who are fully or partially involved in the activities of the UK UCITS based on their time in the role during the reporting period. Due to FundRock Partners' operational structure, the information needed to provide a further breakdown of remuneration attributable to the Company is not readily available and would not be relevant or reliable.

As at 28 February 2021, the number of beneficiaries, involved in the activities of UK UCITS has increased because of organisational changes at FundRock Partners. There were no material changes in FundRock Partner's remuneration policy since the previous year end.

### General Information

#### Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Document (KIID), Supplementary Information Document (SID) and the most recent interim and annual reports may be inspected at the office of the ACD which is also the Head Office of the Company and copies may be obtained upon application.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a Shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at Exchange Tower, Harbour Exchange Square, London E14 9SR.

#### Data Protection

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products. Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

#### Effects of Personal Taxation

Investors should be aware that unless their Shares are held within an ISA, selling Shares is treated as a disposal for the purpose of Capital Gains Tax.

#### 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 income from them may 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 of a Fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

#### Value Assessment

With effect from 30 September 2019, authorised fund manager ("AFM") or a UCITS management company authorised by the FCA must perform a detailed assessment on whether its funds are providing value to investors and then publish an annual statement summarising the outcome. This statement can be part of fund's annual long report or AFMs can produce a composite report covering two or more funds. In carrying out the value assessment, the AFMs must consider several criteria: quality of service, performance, AFM costs, economies of scale, comparable market rates, comparable services and classes of units. FundRock Partners Limited has chosen to use the composite report approach. The assessment will be published on FundRock website within four months after the reference date - 28 February.

<https://www.fundrock.com/uk-investors-information/>



**The Company and its Head Office**

FP Rayliant Funds  
Second Floor (East),  
52-54 Gracechurch Street,  
London, EC3V 0EH.  
Incorporated in England and Wales under registration  
number IC000864  
Website address: [www.fundrock.com](http://www.fundrock.com)  
(Authorised and regulated by the FCA)

**Authorised Corporate Director ("ACD")**

FundRock Partners Limited  
Second Floor (East),  
52-54 Gracechurch Street,  
London, EC3V 0EH.  
(Authorised and regulated by the FCA and a member  
of the Investment Association)

**Directors of the ACD**

T. Gregoire (Appointed 25 March 2021)  
S. Gunson  
X. Parain  
S. Ragozin (Resigned 12 February 2021)  
P. Spendiff

**Non-Executive Directors**

E. Personne  
M. Vareika

**Registrar**

SS&C Financial Services International Limited  
Head Office:  
SS&C House,  
St Nicholas Lane,  
Basildon,  
Essex SS15 5FS

**Customer Service Centre**

FundRock Partners Limited - Henderson Rowe  
PO Box 10849,  
Chelmsford CM99 2XT  
Telephone: 01268 448 658\* (within UK only)  
Outside the UK: +44 1268 448 658\*  
Fax: 01268 441 498 (within UK only)  
Outside the UK: +44 1268 441 498

**Auditor**

Deloitte LLP  
Statutory Auditor  
110 Queen Street,  
Glasgow G1 3BX

**Depository**

State Street Trustee Limited  
20 Churchill Place,  
London E14 5HJ  
(Authorised and regulated by the FCA)

**Investment Manager**

Henderson Rowe Limited  
Berkeley Square House,  
Berkeley Square,  
London W1J 6BR

**Sub-Investment Manager**

Rayliant Investment Research  
11 Zephyr,  
Irvine,  
California 92602  
United States

\* Please note that phone calls may be recorded for monitoring and training purposes, and to confirm investors' instructions.



**FUNDROCK**

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