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# Annual Report & Financial Statements

## Volare UCITS Portfolios

For the year ended 31 May 2019



**FUNDROCK**  
management company

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\* Collectively these comprise the ACD's Report.

### Authorised Corporate Director's ("ACD") Report For the year ended 31 May 2019

We are pleased to present the Annual Report & Audited Financial Statements for the Volare UCITS Portfolios for the year ended 31 May 2019.

#### Authorised Status

Volare UCITS Portfolios ("the Company") is an investment company with variable capital ("ICVC") incorporated in England and Wales under registered number IC001079 and authorised by the Financial Conduct Authority ("FCA") with effect from 22 December 2016. The Company has an unlimited duration. The Company launched on 3 January 2017.

Shareholders are not liable for the debts of the Company.

Head Office 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 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 each of the Funds must comply with the FCA's Collective Investment Schemes Sourcebook ("COLL") and the investment objective and policy of the relevant Fund.

Currently the Company has five Funds: Volare Balanced Fund, Volare Cautious Fund, Volare Defensive Fund, Volare Growth Fund and Volare Strategic Income Fund. In the future there may be other Funds established.

Under the UCITS V and the UCITS Remuneration Code, FundRock Partners Limited as UCITS Manager, must establish and apply remuneration policies and practices for its staff. They are required to disclose remuneration information (see page 90) on how those whose actions have a material impact on the risk profile of FundRock Partners Limited or of the Fund are remunerated.

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 Limited' compliance with its duty to act in the best interest of the Fund it manages.

#### Crossholdings

There were no Shares in any Fund held by any other Fund of the Company.

#### Important Events During the Year

With effect from close of business 20 July 2018, Fund Partners Limited changed name to FundRock Partners Limited.

On 1 November 2018, A. Roughead was appointed as Independent Non-executive Director of the Company.

On 14 January 2019, Volare Defensive Fund was launched and first dealing commenced.

With effect from 11 February 2019, the FundRock Partners Limited registered address changed to Second Floor (East), 52-54 Gracechurch Street, London EC3V 0EH.

On 17 May 2019, M. Wood resigned from his position as Managing Director of the Company.

#### Important Events After the Year End

M. Manassee and A. Roughead resigned as Independent Non-executive Directors on 17 June 2019.

On 20 June 2019, M. Vareika was appointed as an Independent Non-Executive Director and Chairman of the Company, subject to regulatory approval.

On 12 July 2019, E. Personne was appointed as an Independent Non-Executive Director of the Company, subject to regulatory approval.

#### Base Currency

The base currency of the Company and each Fund is Pound Sterling.

#### Share Capital

The minimum Share Capital of the Company is £1 and the maximum is £100,000,000,000. Shares in the Company have no par value. The share capital of the company at all times equals the sum of the Net Asset Values of each of the Funds.

**Certification of Financial Statements by Directors of the ACD  
For the year ended 31 May 2019**

**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 adopt the going concern basis in the preparation of the Financial Statements as the assets of the Funds consist predominantly of securities that are readily realisable, and accordingly, the Funds have adequate resources to continue in operational existence for at least the next twelve months from the approval of these Financial Statements.

P. Spendiff

**FundRock Partners Limited**

29 August 2019

### Statement of the ACD's Responsibilities For the year ended 31 May 2019

The Authorised Corporate Director ("ACD") of the Volare UCITS Portfolios ("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"), the FCA's Investment Funds Sourcebook ("UCITS") 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
- give a true and fair view of the financial position of the Company and each of its sub-funds as at the end of the year and the net revenue and the net capital gains or losses on the property of the Company and each of its sub-funds for the year.

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

- select suitable accounting policies and then apply them consistently;
- make judgements 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 in Respect of the Scheme and Report of the Depositary to the Shareholders of the Volare UCITS Portfolio ("the Company") For the year ended 31 May 2019**

The Depositary is responsible for the safekeeping of all the property of the Company (other than tangible moveable property) which is entrusted to it and for the collection of income that arises from that property.

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

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

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

**Société Generale S.A. London Branch**

31 May 2019

### Independent Auditor's Report to the Shareholders of the Volare UCITS Portfolios For the year ended 31 May 2019

#### Report on the audit of the financial statements

##### Opinion

In our opinion the Financial Statements of Volare UCITS Portfolios ("the Company")

- give a true and fair view of the financial position of Volare UCITS Portfolios ("the Company") as at 31 May 2019 and of the net revenue and the net capital gains/(losses) on the property of the Company and its sub-funds for the year ended 31 May 2019; 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 of the Company which comprise for each sub-fund:

- the statement of total return;
- the statement of change in net assets attributable to shareholders;
- the balance sheet;
- the related notes 1 to 16; and
- the distributable tables.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice), 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

We are required by ISAs (UK) to report in respect of the following matters where:

- the authorised corporate director's ("ACD") use of the going concern basis of accounting in preparation of the Financial Statements is not appropriate; or
- the ACD has not disclosed in the Financial Statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

##### Other information

The ACD is responsible for the other information. The other information comprises the information included in the annual report, other than the Financial Statements and our auditor's report thereon. Our opinion on the Financial Statements does not cover the other information and, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in respect of these matters.

### Independent Auditor's Report to the Shareholders of the Volare UCITS Portfolios (continued) For the year ended 31 May 2019

#### Responsibilities of depositary and ACD

As explained more fully in the Statement of the Depositary's Responsibilities and the Statement of the Authorised Corporate Director's Responsibilities, 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 have no realistic alternative but to do so.

#### Auditor's responsibilities for the audit of the financial statements

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

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

#### 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 its sub funds 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 31 May 2019 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

29 August 2019



**Accounting Policies and Financial Notes  
For the year ended 31 May 2019**

**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 (“IA SORP”) for Financial Statements of UK Authorised Funds issued by the Investment Association in May 2014.

As described in the Certification of Financial Statements by Directors of the ACD on page 4, the ACD continues to adopt the going concern basis in the preparation of the Financial Statements of the Funds.

***(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 Funds’ distributable income.

***(c) Recognition of revenue***

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 are 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 year, is recognised as revenue no later than the date on which the reporting fund makes this information available.

***(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.

***(e) Treatment of expenses***

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

Expenses of the Funds are charged against revenue (except for Volare Strategic Income Fund where all fees are charged to capital) except for costs associated with the purchase and sale of investments which are allocated to the capital of the Funds.

***(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.

**Accounting Policies and Financial Notes (continued)**  
**For the year ended 31 May 2019**

**1 Accounting Basis and Policies (continued)**

**(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.

Corporation tax is provided for on realised gains on non-reporting offshore funds less deductible expenses. Deferred tax is provided for on unrealised gains on non-reporting offshore funds 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 Funds. Accordingly, the imposition of such charges may constrain the capital growth of the Funds.

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 IA SORP as fair value which is the bid value of each security.

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

Collective Investment Schemes are valued at quoted bid prices for dual priced funds and at quoted prices for single priced funds, on the last business day of the accounting period.

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 closed-ended funds and open-ended funds with restrictions on redemption rights.

**(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.

**(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.

**Accounting Policies and Financial Notes (continued)**  
**For the year ended 31 May 2019**

**1 Accounting Basis and Policies (continued)**

***(m) Derivatives***

The Funds 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.

***(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.

**Accounting Policies and Financial Notes (continued)**  
**For the year ended 31 May 2019**

**2 Derivatives and other financial instruments (continued)**

**(d) Liquidity risk**

Subject to the Regulations, the Company may invest up to and including 20% 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 disposition 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 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 investment 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 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 35% 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 fulfill 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) 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.

**(h) Leverage**

In accordance with the IA SORP issued in May 2014, 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 IA SORP 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 Financial Statements Note 13(d).

**(i) 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.

### Investment Manager's Report For the year ended 31 May 2019

#### Investment Objective

The Fund aims to achieve long term capital growth whilst operating within a volatility range\* of between 5% and 9%.

\*Based on annualised, equal weighted standard deviation of the daily portfolio returns over a rolling 60 month period.

The Funds primary objective is to control volatility and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility.

#### Investment policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographical areas and markets.

Implementation of the strategy will be predominantly through collective investment schemes gaining indirect exposure to equities, bonds, funds with a multi strategy or multi asset focus, to property through REITs and ETFs and cash.

The Fund may also invest into other collective investment schemes, bonds, equities, cash or near cash and money market instruments.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold derivatives for efficient portfolio management. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Fund will be able to also use derivatives for investment purposes.

#### Investment Review

In June 2018 we invested into the Morgan Stanley US Advantage fund in place of the passive Vanguard US Equity Index tracker. In the Emerging Markets space, we swapped our Somerset Emerging Markets fund for the RWC Global Emerging Markets fund. By August, we had made a small reduction in equity in the Volare Balanced portfolio by reducing the exposure to Europe by 2%. In October, we voted to diversify our Absolute Return bucket by trimming Merian Global Equity Absolute Return and allocating the cash to Artemis US Absolute Return. In an environment with heightened volatility, we expect long short managers to do well. In early December, we decided to add more funds (Fidelity Global Dividend and Stewart Investors Asia Pacific Leaders) to the portfolios. Coming to the new year, we then made further changes to the portfolios during the third week of January. We had been cautious about European equity for some time but retained some selective exposure in the Volare Balanced Fund; however, we used the market rally to exit the position. We also topped up the cash position at this time in the Volare Balanced portfolio as we look for a suitable opportunity to deploy the cash over the coming months. In February, we increased cash position again in the fund to reflect the increased volatility in markets. To allow for the increased cash position, we sold Invesco Perpetual Monthly Income Plus fund. We also added the Threadneedle UK Equity Income fund to the portfolios, reducing exposure to Schroder Income Maximiser and LF Lindsell Train UK Equity. In May, we made the decision to reduce our exposure to the absolute return (AR)/alternatives funds space and reinvest the proceeds into fixed interest.

### Investment Manager's Report (continued) For the year ended 31 May 2019

#### Outlook

Trade disputes between the world's two largest economies continue to drive markets. Despite this, low interest rates should continue to make equity investments look relatively attractive. Our preferred regions remain North America and Asia Pacific. China's stimulus package and progress on trade talks have eased concerns, while the US remains the market that we feel is home to the most high quality companies who can sustainably compound growth over the longer term. Deceleration in global growth has further supported government bonds. While inflation-linked bond valuations are not particularly attractive, we recognise their ability to protect portfolios.

As correlations between equities and investment grade and high yield fixed interest securities have increased, we continued to utilise absolute return funds to achieve diversification and managing downside risk within our portfolios. In the alternatives space, although we have reduced exposure to the asset class as a whole we maintain our preference for "equity long/short" and "bond long/short" strategies that have potential to come into their own in an environment of increased volatility.

We are currently retaining a significant allocation in cash which allows us to act quickly when we see attractive buying opportunities present themselves.

#### Investment Manager

LGT Vestra LLP

11 June 2019

## Volare Balanced Fund

### Performance Record As at 31 May 2019

	A Accumulation		Z Accumulation	
	31/05/19 (p)	31/05/18 (p)	31/05/19 (p)	31/05/18 (p)
Change in net assets per Share				
Opening net asset value per Share	107.16	98.37	102.14	100.00
Return before operating charges*	1.42	10.13	1.11	2.84
Operating charges	(1.21)	(1.34)	(0.81)	(0.70)
Return after operating charges*	0.21	8.79	0.30	2.14
Distributions	(1.06)	(1.42)	(1.37)	-
Retained distributions on accumulation shares	1.06	1.42	1.37	-
Closing net asset value per Share	107.37	107.16	102.44	102.14
* After transaction costs of:	0.01	0.02	-	-
Performance				
Return after operating charges	0.20%	8.94%	0.29%	2.14%
Other information				
Closing net asset value	£60,192,005	£32,030,556	£4,391,801	£722,373
Closing number of Shares	56,058,300	29,891,141	4,287,342	707,222
Operating charges	1.14%	1.28%	0.79%	0.93%
Direct transaction costs	0.01%	0.02%	0.01%	0.02%
Price				
Highest Share price	108.52	107.43	103.86	102.38
Lowest Share price	98.78	97.90	94.42	100.15

## Volare Balanced Fund

### Performance Information As at 31 May 2019

#### Operating Charges

Date	AMC* (%)	Other Charges (%)	Transaction Costs (%)	Synthetic Expense Ratio (%)	Investment Manager Subsidy (%)	Rebate From Underlying Funds (%)	Operating Charges (%)
<b>31/05/19</b>							
Share Class A Accumulation	0.35	0.19	-	0.61	-	(0.01)	1.14
Share Class Z Accumulation	-	0.19	-	0.61	-	(0.01)	0.79
<b>31/05/18</b>							
Share Class A Accumulation	0.35	0.38	0.03	0.68	(0.11)	(0.05)	1.28
Share Class Z Accumulation	-	0.26	0.03	0.68	(0.02)	(0.02)	0.93

\*Annual Management Charge.

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

When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the Operating Charge shall take the account of the operating charges incurred in the underlying CIU and disclose as a Synthetic expense ratio.

An operating charges cap of 0.60% for the A accumulation share class and 0.25% for the Z accumulation share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment manager subsidy have been provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### 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.

#### Risk and Reward Profile As at 31 May 2019



- 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 appears as a "4" on the scale. This is partly because the Fund invests in fixed income investments whose values do not fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.



## Volare Balanced Fund

### Portfolio Statement As at 31 May 2019

Holdings	Investments	Market Value £	% of Total Net Assets
<b>COLLECTIVE INVESTMENT SCHEMES 86.39% [94.26%]</b>			
2,793,310	Artemis Global Equity Income	2,431,297	3.76
1,621,581	Artemis US Absolute Return	1,865,143	2.89
108,891	Baillie Gifford Japanese	1,755,330	2.72
586,943	Blackrock Asia Special Situations	1,062,954	1.65
47,235	Federated Sterling Cash Fund 3	5,007,846	7.75
710,900	Fidelity Global Dividend	1,612,322	2.50
1,037,663	Fundsmith Equity	4,616,873	7.15
84,289	Invesco Perpetual Global Targeted Returns	98,281	0.15
1,604,885	JPM Global Macro Opportunities	2,396,094	3.71
91,688	Jupiter India Select	803,190	1.24
3,621,964	Jupiter Strategic Bond	3,882,021	6.01
1,007,508	Legal & General UK 100 Index	2,324,322	3.60
850,655	LF Lindsell Train UK Equity	3,910,887	6.06
810,596	Merian Global Equity Absolute Return	1,276,364	1.98
297,803	Morgan Stanley US Advantage	4,543,853	7.04
921,812	Old Mutual Investment Funds Series I - UK Smaller Companies	1,609,484	2.49
169,783	PIMCO Global Low Duration Real Return	1,718,208	2.66
7,509	RWC Global Emerging Markets	1,309,153	2.03
3,263,896	Schroder Income Maximiser	3,197,313	4.95
170,597	Stewart Investors Asia Pacific Leaders	1,313,684	2.03
167,642	T Rowe US Smaller Companies Equity	2,084,961	3.23
231,452	Threadneedle (Lux) Credit Opportunities	2,333,032	3.61
1,357,890	Threadneedle UK Equity Income Z Acc	2,371,012	3.67
2,177,804	Trojan	2,267,965	3.51
		<b>55,791,589</b>	<b>86.39</b>
<b>Portfolio of Investments</b>		<b>55,791,589</b>	<b>86.39</b>
Net Other Assets		8,792,217	13.61
<b>Net Assets</b>		<b>64,583,806</b>	<b>100.00</b>

The Investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are Collective Investment Schemes unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2018.

Total purchases including transaction costs for the year £47,897,519 (2018: £49,134,810) (see Note 14)

Total sales net of transactions costs for the year £23,780,477 (2018: £19,923,212) (see Note 14)

## Volare Balanced Fund

### Statement of Total Return For the year ended 31 May 2019

		01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	Note	£	£	£	£
Income:					
Net capital gains	2		82,246		1,309,929
Revenue	3	779,687		382,043	
Expenses	4	(245,416)		(145,779)	
Interest payable and similar charges		(1,156)		(652)	
Net revenue before taxation		533,115		235,612	
Taxation	5	-		-	
Net revenue after Taxation			533,115		235,612
Total return before distributions			615,361		1,545,541
Distributions	6		(533,115)		(235,612)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>82,246</b>		<b>1,309,929</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2019

	01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		<b>32,752,929</b>		-
Amounts received on issue of Shares	36,147,306		48,778,757	
Less: Amounts paid on cancellation of Shares	(5,055,340)		(17,760,328)	
		31,091,966		31,018,429
Dilution adjustment		923		-
Change in net assets attributable to Shareholders from investment activities		82,246		1,309,929
Retained distribution on accumulation Shares		655,742		424,571
<b>Closing net assets attributable to Shareholders</b>		<b>64,583,806</b>		<b>32,752,929</b>

## Volare Balanced Fund

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### Balance Sheet As at 31 May 2019

		31/05/19		31/05/18	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments			55,791,589		30,873,617
Current assets:					
Debtors	7	542,929		1,259,294	
Cash and bank balances	8	8,290,686		1,060,886	
Total current assets			8,833,615		2,320,180
Total assets			64,625,204		33,193,797
<b>Liabilities</b>					
Creditors:					
Other creditors	9	(41,398)		(440,868)	
Total creditors			(41,398)		(440,868)
Total liabilities			(41,398)		(440,868)
<b>Net assets attributable to Shareholders</b>			<b>64,583,806</b>		<b>32,752,929</b>

**Notes to the Financial Statements  
For the year ended 31 May 2019**

**1 Accounting Basis And Policies**

The Funds' Financial Statements have been prepared on the basis detailed on pages 9 to 12.

**2 Net capital gains**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
The net capital gains during the year comprise:		
Realised (losses)/gains on non-derivative securities	(63,685)	377,154
Unrealised gains on non-derivative securities	143,349	935,672
Transaction charges	(2,127)	(6,033)
Rebates received from underlying funds	4,709	3,136
<b>Net capital gains</b>	<b>82,246</b>	<b>1,309,929</b>

**3 Revenue**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Bank interest	-	2
Franked dividends from Collective Investment Schemes	686,373	254,213
Interest income from Collective Investment Schemes	91,482	99,939
Offshore funds dividends	-	19,957
Rebates received from underlying funds	1,832	7,932
<b>Total Revenue</b>	<b>779,687</b>	<b>382,043</b>

**4 Expenses**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC Fees	156,784	83,259
Investment Manager Subsidy	-	(27,161)
Fund Accounting Fees	20,727	28,776
Registration Fees	20,985	17,873
	198,496	102,747
<b>Payable to the depositary or associates of the depositary and agents of either of them</b>		
Depositary Fees	21,945	28,010
Safe Custody Fees	11,869	5,885
	33,814	33,895
<b>Other expenses</b>		
Audit Fees*	9,852	6,686
EMX / Calastone Fees	3,004	2,263
FCA Fee	250	188
	13,106	9,137
<b>Total expenses</b>	<b>245,416</b>	<b>145,779</b>

\* Audit fees of £8,210 + VAT for the year ended 31 May 2019 (2018: £5,572 + VAT) have been paid out of the property of the Fund.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**5 Taxation**

**a) Analysis of the tax charge in the year**

	01/06/18 to 31/05/19	04/01/17 to 31/05/18
	£	£
Corporation tax	-	-
<b>Total current tax charge (Note 5 (b))</b>	-	-
Deferred tax (Note 5 (c))	-	-
<b>Total taxation for the year</b>	-	-

**b) Factors affecting current 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% is applied to the net revenue before taxation.

The differences are explained below:

	01/06/18 to 31/05/19	04/01/17 to 31/05/18
	£	£
Net revenue before taxation	533,115	235,612
Net revenue for the year multiplied by the standard rate of corporation tax	106,623	47,122
<b>Effects of:</b>		
Movement in excess management expenses	4,413	7,712
Revenue not subject to corporation tax	(111,036)	(54,834)
<b>Total tax charge for the year</b>	-	-

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

**c) Provision for deferred tax**

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

At the year end, there is a potential deferred tax asset of £12,125 (2018: £7,712) in relation to surplus management expenses. It is unlikely the Funds will generate sufficient taxable profits in the future to utilise these expenses and therefore no deferred tax asset has been recognised in the year.

**6 Finance costs**

**Distributions**

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

	01/06/18 to 31/05/19	04/01/17 to 31/05/18
	£	£
Final	655,742	424,571
Add: Revenue paid on cancellation of Shares	21,437	128,003
Deduct: Revenue received on issue of Shares	(144,064)	(316,962)
<b>Net distribution for the year</b>	<b>533,115</b>	<b>235,612</b>
<b>Reconciliation of net revenue after taxation to distributions</b>		
Net revenue after taxation	533,115	235,612
<b>Net distribution for the year</b>	<b>533,115</b>	<b>235,612</b>

Details of the distributions per Share are set out in the distribution table on page 27.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**7 Debtors**

	31/05/19	31/05/18
	£	£
Amounts receivable for creation of Shares	493,914	1,251,784
Accrued revenue	39,137	-
Amounts due for rebates from underlying funds	9,878	7,510
<b>Total debtors</b>	<b>542,929</b>	<b>1,259,294</b>

**8 Cash and bank balances**

	31/05/19	31/05/18
	£	£
Cash and bank balances	8,290,686	1,060,886
<b>Total cash and bank balances</b>	<b>8,290,686</b>	<b>1,060,886</b>

**9 Other creditors**

	31/05/19	31/05/18
	£	£
Amounts payable for cancellation of Shares	-	14,828
Purchases awaiting settlement	-	399,999
	-	414,827
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC Fees	17,456	8,660
Investment Manager Subsidy	-	5,056
Fund Accounting Fees	3,539	1,681
Registration fees	2,604	875
	23,599	16,272
<i>Depositary and Agents</i>		
Depositary Fee	4,984	1,529
Safe Custody Fees	2,596	624
	7,580	2,153
<i>Other expenses</i>		
Audit Fees	9,852	6,686
FCA Fees	137	36
Transaction Fees	230	894
	10,219	7,616
<b>Total creditors</b>	<b>41,398</b>	<b>440,868</b>

**10 Related party transactions**

The monies received and paid by the ACD through the issue 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 7 and 9.

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

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**11 Shares Class**

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

Share Class	%
A Accumulation	0.35
Z Accumulation	0.00

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

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

	31/05/18	Issued	Cancelled	Converted	31/05/19
A Accumulation	29,891,141	30,417,569	(4,250,410)	-	56,058,300
Z Accumulation	707,222	4,221,062	(640,942)	-	4,287,342

**12 Capital commitments and contingent liabilities**

There were no contingent liabilities or outstanding commitments at the balance sheet date.

**13 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 11 and 12 of the report.

**(a) Foreign currency risk**

The functional currency of the Fund is Sterling. All assets and liabilities of the Fund are denominated in Pound Sterling. There was no direct foreign currency exposure within the Fund at the balance sheet date. However, there was a significant foreign currency exposure within the Fund's holdings of Collective Investment Schemes since a proportion of their assets are denominated in currencies other than Sterling, with the effect their balance sheet and total returns can be affected by exchange rate fluctuations.

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

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/19</b>			
Sterling	8,290,686	56,334,518	65,625,204
<b>Total</b>	<b>8,290,686</b>	<b>56,334,518</b>	<b>65,625,204</b>

Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/19</b>			
Sterling	-	41,398	41,398
<b>Total</b>	<b>-</b>	<b>41,398</b>	<b>41,398</b>

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**13 Derivatives and other financial instruments (continued)**

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

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/18</b>			
Sterling	1,060,886	32,132,911	33,193,797
<b>Total</b>	<b>1,060,886</b>	<b>32,132,911</b>	<b>33,193,797</b>

Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/18</b>			
Sterling	-	440,868	440,868
<b>Total</b>	<b>-</b>	<b>440,868</b>	<b>440,868</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 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 following 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 following amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	Increase	Decrease
	£	£
2019	5,579,159	5,579,159
2018	3,087,362	3,087,362

*(d) Leverage*

The Fund did not employ any significant leverage as at 31 May 2019, 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.

**14 Portfolio transaction costs**

	01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs				
Funds total value paid		47,897,519		49,131,134
		47,897,519		49,131,134
Commissions	-		3,676	
Total purchase costs		-		3,676
<b>Total purchases including transaction costs</b>		<b>47,897,519</b>		<b>49,134,810</b>



**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**14 Portfolio transaction costs (continued)**

**Analysis of total sales costs**

Gross sales in year before transaction costs

Funds total value paid	23,784,102	19,923,212
	23,784,102	19,923,212
Commissions	(3,625)	-
Fees	-	-
Total sale costs	(3,625)	-
<b>Total sales net of transaction costs</b>	<b>23,780,477</b>	<b>19,923,212</b>

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

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

	<b>04/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	%	%
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Funds total value paid	0.01	0.01
Purchases - Taxes		
Equities total value paid	-	-
Sales - Commissions		
Funds total value paid	-	-
Sales - Taxes		
Equities total value paid	-	-
	<b>04/06/18 to 31/05/19</b>	<b>03/01/17 to 31/05/18</b>
	%	%
<b>Transaction costs as percentage of average net asset value</b>		
Commissions	0.01	0.02
Fees	-	-

**15 Post balance sheet events**

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

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019****16 Fair value disclosure**

<b>Valuation technique</b>	<b>31/05/19</b>		<b>31/05/18</b>	
	<b>Assets</b>	<b>Liabilities</b>	<b>Assets</b>	<b>Liabilities</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	-	-	-	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	55,791,589	-	30,873,617	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>55,791,589</b>	<b>-</b>	<b>30,873,617</b>	<b>-</b>

\*The valuation techniques and the ACD's policy is disclosed in note 1 (i) on page 10.

## Volare Balanced Fund

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### Distribution Table For the year ended 31 May 2019

#### Final dividend Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2018

Group 2 Shares purchased between 1 June 2018 to 31 May 2019

	Net Revenue (p)	Equalisation (p)	Distribution payable 31/07/19 (p)	Distribution paid 31/07/18 (p)
<b>Share Class A Accumulation</b>				
Group 1	1.0649	-	1.0649	1.4206
Group 2	0.6722	0.3927	1.0649	1.4206
<b>Share Class Z Accumulation*</b>				
Group 1	1.3705	-	1.3705	-
Group 2	0.7282	0.6423	1.3705	-

\* The Share Class Z was launched on 4 May 2018. The first variable price dealing date was 8 May 2018.

### Investment Manager's Report For the year ended 31 May 2019

#### Investment Objective

The Fund aims to achieve long term capital growth whilst operating within a volatility range\* of between 4% and 7%.

\*Based on annualised, equal weighted standard deviation of the daily portfolio returns over a rolling 60 months period.

The Funds primary objective is to control volatility and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility.

#### Investment policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographical areas and markets.

Implementation of the strategy will be predominantly through collective investment schemes gaining indirect exposure to cash, bonds, equities, funds with a multi strategy or multi asset focus and to property through REITs and ETFs.

The Fund may also invest into other collective investment schemes, bonds, equities, cash or near cash and money market instruments.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold derivatives for efficient portfolio management. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Fund will be able to also use derivatives for investment purposes.

#### Investment Review

In June, we invested into the Morgan Stanley US Advantage fund in place of the passive Vanguard US Equity Index tracker. In the Emerging Markets space, we swapped our Somerset Emerging Markets fund for the RWC Global Emerging Markets fund. At the end of a turbulent summer, in September, we reduced the allocation to Trojan in the Volare Cautious portfolio by c.2% and added in a new fund, the Winton Absolute Return Futures. In October, we voted to diversify our Absolute Return bucket by trimming Merian Global Equity Absolute Return fund and using the cash to allocate to Artemis US Absolute Return. In an environment with heightened volatility, we would expect long short managers to do well. In early December, we decided to add more funds (Fidelity Global Dividend and Stewart Investors Asia Pacific Leaders) to the portfolio. During the third week of January we topped up the cash position at this time in the portfolio as we look for a suitable opportunity to deploy the cash over the coming months. In February, we increased cash position in the portfolio further to reflect the increased volatility in markets. To allow for the increased cash position, we sold Invesco Perpetual Monthly Income Plus fund. We also added the Threadneedle UK Equity Income fund to the portfolios, reducing exposure to Schroder Income Maximiser and LF Lindsell Train UK Equity. During May 2019 we made the decision to reduce our overall exposure to the absolute return (AR)/alternatives funds space and reinvest the proceeds into fixed interest. We have however retained a marginally reduced exposure to alternative strategies such as Artemis US Absolute Return (a long/short equity fund), Threadneedle (a long/short bond fund) and Trojan (a multi-asset strategy), in the lower risk portfolios. We believe that long/short strategies, in particular, will continue to benefit from any increase in market volatility and stock dispersions.

### Investment Manager's Report (continued) For the year ended 31 May 2019

#### Outlook

Trade disputes between the world's two largest economies continue to drive markets. Despite this, low interest rates should continue to make equity investments look relatively attractive. Our preferred regions remain North America and Asia Pacific. China's stimulus package and progress on trade talks have eased concerns, while the US remains the market that we feel is home to the most high quality companies who can sustainably compound growth over the longer term. Deceleration in global growth has further supported government bonds. While inflation-linked bond valuations are not particularly attractive, we recognise their ability to protect portfolios.

As correlations between equities and investment grade and high yield fixed interest securities have increased, we continued to utilise absolute return funds to achieve diversification and managing downside risk within our portfolios. In the alternatives space, although we have reduced exposure to the asset class as a whole we maintain our preference for "equity long/short" and "bond long/short" strategies that have potential to come into their own in an environment of increased volatility.

We are currently retaining a significant allocation in cash which allows us to act quickly when we see attractive buying opportunities present themselves.

#### Investment Manager

LGT Vestra LLP

11 June 2019

## Volare Cautious Fund

### Performance Record As at 31 May 2019

	A Accumulation		Z Accumulation	
	31/05/19 (p)	31/05/18 (p)	31/05/19 (p)	31/05/18 (p)
Change in net assets per Share				
Opening net asset value per Share	107.00	100.00	101.46	100.00
Return before operating charges*	2.98	8.30	2.52	2.11
Operating charges	(1.35)	(1.30)	(0.94)	(0.65)
Return after operating charges*	1.63	7.00	1.58	1.46
Distributions	(0.93)	(0.95)	-	-
Retained distributions on accumulation shares	0.93	0.95	-	-
Closing net asset value per Share	108.63	107.00	103.04	101.46
* After transaction costs of:	-	-	-	-
Performance				
Return after operating charges	1.52%	7.00%	1.56%	1.46%
Other information				
Closing net asset value	£36,040,477	£18,493,084	£382,150	£112,313
Closing number of Shares	33,176,232	17,283,139	370,868	110,694
Operating charges	1.26%	1.24%	0.91%	0.89%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%
Price				
Highest Share price	109.34	107.13	104.03	101.61
Lowest Share price	102.60	99.62	97.50	100.16

## Volare Cautious Fund

### Performance Information As at 31 May 2019

#### Operating Charges

Date	AMC* (%)	Other Charges (%)	Transaction Costs (%)	Synthetic Expense Ratio (%)	Investment Manager Subsidy (%)	Rebate From Underlying Funds (%)	Operating Charges (%)
<b>31/05/19</b>							
Share Class A Accumulation	0.35	0.26	0.01	0.66	(0.01)	(0.01)	1.26
Share Class Z Accumulation	-	0.26	0.01	0.66	-	(0.02)	0.91
<b>31/05/18</b>							
Share Class A Accumulation	0.35	0.56	0.02	0.64	(0.30)	(0.03)	1.24
Share Class Z Accumulation	-	0.49	0.01	0.64	(0.16)	(0.09)	0.89

\*Annual Management Charge.

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

When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the Operating Charge shall take the account of the operating charges incurred in the underlying CIU and disclose as a Synthetic expense ratio.

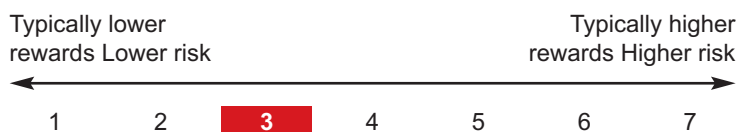
An operating charges cap of 0.60% for the A accumulation share class and 0.25% for the Z accumulation share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment manager subsidy have been provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### 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.

#### Risk and Reward Profile

As at 31 May 2019



- 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 appears as a "3" on the scale. This is partly because the Fund invests in fixed income investments whose values do not fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

## Volare Cautious Fund

### Portfolio Statement As at 31 May 2019

Holdings	Investments	Market Value £	% of Total Net Assets
<b>COLLECTIVE INVESTMENT SCHEMES 92.26% [92.66%]</b>			
967,431	Artemis Global Equity Income	842,052	2.31
1,973,567	Artemis US Absolute Return	2,269,996	6.23
1,114,111	AXA US Short Duration High Yield Acc	1,549,729	4.25
18,899	Federated Sterling Cash Fund 3	2,003,640	5.50
687,316	Fidelity Global Dividend	1,558,833	4.28
584,972	Fundsmith Equity	2,602,718	7.15
1,392,605	JPM Global Macro Opportunities	2,079,159	5.71
2,556,687	Jupiter Strategic Bond	2,740,257	7.53
315,259	Jupiter Strategic Bond	205,959	0.57
505,311	Legal & General UK 100 Index	1,165,752	3.20
467,543	LF Lindsell Train UK Equity	2,149,528	5.90
1,156,715	Merian Global Equity Absolute Return	1,821,364	5.00
116,655	Morgan Stanley US Advantage	1,779,911	4.89
188,159	PIMCO Global Low Duration Real Return	1,904,166	5.23
1,239,697	Schroder Income Maximiser	1,214,407	3.33
157,677	Stewart Investors Asia Pacific Leaders	1,214,195	3.33
224,605	Threadneedle (Lux) Credit Opportunities	2,264,020	6.22
782,862	Threadneedle UK Equity Income Z Inc	1,056,864	2.90
1,560,796	Trojan	1,625,413	4.46
15,069	Winton Absolute Return Futures	1,555,746	4.27
		<b>33,603,709</b>	<b>92.26</b>
<b>Portfolio of Investments</b>		<b>33,603,709</b>	<b>92.26</b>
Net Other Assets		2,818,918	7.74
<b>Net Assets</b>		<b>36,422,627</b>	<b>100.00</b>

The Investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are Collective Investment Schemes unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2018.

Total purchases including transaction costs for the year £30,720,919 (2018: £24,601,696) (see Note 14)

Total sales net of transactions costs for the year £15,202,059 (2018: £8,211,975) (see Note 14)



## Volare Cautious Fund

### Statement of Total Return For the year ended 31 May 2019

		01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	Note	£	£	£	£
Income:					
Net capital gains	2		432,670		659,402
Revenue	3	448,657		200,760	
Expenses	4	(168,642)		(90,570)	
Interest payable and similar charges		(409)		(74)	
Net revenue before taxation		279,606		110,116	
Taxation	5	(3,837)		-	
Net revenue after Taxation			275,769		110,116
Total return before distributions			708,439		769,518
Distributions	6		(275,769)		(110,116)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>432,670</b>		<b>659,402</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2019

	01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		<b>18,605,397</b>		-
Amounts received on issue of Shares	20,423,647		23,747,598	
Less: Amounts paid on cancellation of Shares	(3,353,446)		(5,966,471)	
		17,070,201		17,781,127
Change in net assets attributable to Shareholders from investment activities		432,670		659,402
Retained distribution on accumulation Shares		314,359		164,868
<b>Closing net assets attributable to Shareholders</b>		<b>36,422,627</b>		<b>18,605,397</b>

## Volare Cautious Fund

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### Balance Sheet As at 31 May 2019

	Note	31/05/19 £	£	31/05/19 £	£
<b>Assets</b>					
Fixed assets:					
Investments			33,603,709		17,238,881
Current assets:					
Debtors	7	343,897		215,937	
Cash and bank balances	8	2,520,184		1,470,653	
Total current assets			2,864,081		1,686,590
Total assets			36,467,790		18,925,471
<b>Liabilities</b>					
Creditors:					
Other creditors	9	(45,163)		(320,074)	
Total creditors			(45,163)		(320,074)
Total liabilities			(45,163)		(320,074)
<b>Net assets attributable to Shareholders</b>			<b>36,422,627</b>		<b>18,605,397</b>

**Notes to the Financial Statements  
For the year ended 31 May 2019**

**1 Accounting Basis And Policies**

The Funds' Financial Statements have been prepared on the basis detailed on pages 9 to 12.

**2 Net capital gains**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
The net capital gains during the year comprise:		
Realised gains on non-derivative securities	23,628	168,112
Unrealised gains on non-derivative securities	408,343	492,021
Transaction charges	(1,686)	(2,399)
Rebates received from underlying funds	2,385	1,668
<b>Net capital gains</b>	<b>432,670</b>	<b>659,402</b>

**3 Revenue**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Bank interest	-	1
Franked dividends from Collective Investment Schemes	419,181	107,304
Interest income from Collective Investment Schemes	28,154	78,198
Offshore funds dividends	-	11,930
Rebates received from underlying funds	1,322	3,327
<b>Total Revenue</b>	<b>448,657</b>	<b>200,760</b>

**4 Expenses**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC Fees	97,431	51,847
Investment Manager Subsidy	(3,573)	(43,830)
Fund Accounting Fees	20,571	28,931
Registration Fees	15,875	14,728
	130,304	51,676
<b>Payable to the depositary or associates of the depositary and agents of either of them</b>		
Depositary Fees	18,736	26,551
Safe Custody Fees	7,031	3,638
	25,767	30,189
<b>Other expenses</b>		
Audit Fees*	9,852	6,686
EMX / Calastone Fees	2,469	1,831
FCA Fee	250	188
	12,571	8,705
<b>Total expenses</b>	<b>168,642</b>	<b>90,570</b>

\* Audit fees of £8,210 + VAT for the year ended 31 May 2019 (2018: £5,572 + VAT) have been paid out of the property of the Fund.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**5 Taxation**

**a) Analysis of the tax charge in the year**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Corporation tax	3,837	-
<b>Total current tax charge (Note 5 (b))</b>	<b>3,837</b>	<b>-</b>
<b>Total taxation for the year</b>	<b>3,837</b>	<b>-</b>

**b) Factors affecting current 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% is applied to the net revenue before taxation.

The differences are explained below:

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Net revenue before taxation	279,606	110,116
Net revenue for the year multiplied by the standard rate of corporation tax	55,922	22,023
<b>Effects of:</b>		
Movement in excess management expenses	(1,824)	1,824
Revenue not subject to corporation tax	(50,261)	(23,847)
<b>Total tax charge for the year</b>	<b>3,837</b>	<b>-</b>

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

**c) Provision for deferred tax**

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

At the year end, there is a potential deferred tax asset of £Nil (2018: 1,824) in relation to surplus management expenses.

**6 Finance costs**

**Distributions**

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

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Final	314,359	164,868
Add: Revenue paid on cancellation of Shares	12,440	20,317
Deduct: Revenue received on issue of Shares	(51,030)	(75,069)
<b>Net distribution for the year</b>	<b>275,769</b>	<b>110,116</b>
<b>Reconciliation of net revenue after taxation to distributions</b>		
Net revenue after taxation	275,769	110,116
<b>Net distribution for the year</b>	<b>275,769</b>	<b>110,116</b>

Details of the distributions per Share are set out in the distribution table on page 42.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**7 Debtors**

	31/05/19	31/05/18
	£	£
Amounts receivable for creation of Shares	323,689	213,280
Accrued revenue	15,713	-
Amounts due for rebates from underlying funds	4,133	2,657
Other debtors	362	-
<b>Total debtors</b>	<b>343,897</b>	<b>215,937</b>

**8 Cash and bank balances**

	31/05/19	31/05/18
	£	£
Cash and bank balances	2,520,184	1,470,653
<b>Total cash and bank balances</b>	<b>2,520,184</b>	<b>1,470,653</b>

**9 Other creditors**

	31/05/19	31/05/18
	£	£
Amounts payable for cancellation of Shares	7,233	54,311
Purchases awaiting settlement	-	250,001
	7,233	304,312
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC Fees	10,609	5,334
Investment Manager Subsidy	3,087	(638)
Fund Accounting Fees	3,539	1,681
Registration fees	2,227	748
	19,462	7,125
<i>Depositary and Agents</i>		
Depositary Fee	3,107	1,529
Safe Custody Fees	1,535	382
	4,642	1,911
<i>Other expenses</i>		
Audit Fees	9,852	6,686
FCA Fees	137	36
Tax Payable	3,837	-
Transaction Fees	-	4
	13,826	6,726
<b>Total creditors</b>	<b>45,163</b>	<b>320,074</b>

**10 Related party transactions**

The monies received and paid by the ACD through the issue 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 7 and 9.

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

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**11 Shares Class**

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

Share Class	%
A Accumulation	0.35
Z Accumulation	0.00

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

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

	31/05/18	Issued	Cancelled	Converted	31/05/19
A Accumulation	17,283,139	18,969,187	(3,076,094)	-	33,176,232
Z Accumulation	110,694	346,944	(86,770)	-	370,868

**12 Capital commitments and contingent liabilities**

There were no contingent liabilities or outstanding commitments at the balance sheet date.

**13 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 11 and 12 of the report.

**(a) Foreign currency risk**

The functional currency of the Fund is Sterling. All assets and liabilities of the Fund are denominated in Pound Sterling. There was no direct foreign currency exposure within the Fund at the balance sheet date. However, there was a significant foreign currency exposure within the Fund's holdings of Collective Investment Schemes since a proportion of their assets are denominated in currencies other than Sterling, with the effect their balance sheet and total returns can be affected by exchange rate fluctuations.

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

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/19</b>			
Sterling	2,520,184	33,947,606	36,467,790
<b>Total</b>	<b>2,520,184</b>	<b>33,947,606</b>	<b>36,467,790</b>

Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/19</b>			
Sterling	-	45,163	45,163
<b>Total</b>	<b>-</b>	<b>45,163</b>	<b>45,163</b>

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**13 Derivatives and other financial instruments (continued)**

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

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/18</b>			
Sterling	1,470,653	17,454,818	18,925,471
<b>Total</b>	<b>1,470,653</b>	<b>17,454,818</b>	<b>18,925,471</b>

Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/18</b>			
Sterling	-	320,074	320,074
<b>Total</b>	<b>-</b>	<b>320,074</b>	<b>320,074</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 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 following 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 following amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	Increase	Decrease
	£	£
2019	3,360,371	3,360,371
2018	1,723,883	1,723,888

*(d) Leverage*

The Fund did not employ any significant leverage as at 31 May 2019, 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.

**14 Portfolio transaction costs**

	01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs				
Funds total value paid		30,720,919		24,601,696
		30,720,919		24,601,696
Commissions	-		-	
Total purchase costs		-		-
<b>Total purchases including transaction costs</b>		<b>30,720,919</b>		<b>24,601,696</b>

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**14 Portfolio transaction costs (continued)**

**Analysis of total sales costs**

Gross sales in year before transaction costs

Funds total value paid	15,202,059	8,211,975
	15,202,059	8,211,975
Commissions	-	-
Fees	-	-
Total sale costs	-	-
<b>Total sales net of transaction costs</b>	<b>15,202,059</b>	<b>8,211,975</b>

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

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

	<b>04/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>%</b>	<b>%</b>
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Funds total value paid	-	-
Purchases - Taxes		
Equities total value paid	-	-
Sales - Commissions		
Funds total value paid	-	-
Sales - Taxes		
Equities total value paid	-	-
	<b>04/06/18 to 31/05/19</b>	<b>03/01/17 to 31/05/18</b>
	<b>%</b>	<b>%</b>
<b>Transaction costs as percentage of average net asset value</b>		
Commissions	-	-
Fees	-	-

**15 Post balance sheet events**

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



**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019****16 Fair value disclosure**

Valuation technique	31/05/19		31/05/18	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	-	-	-	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	33,603,709	-	17,238,881	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>33,603,709</b>	<b>-</b>	<b>17,238,881</b>	<b>-</b>

\*The valuation techniques and the ACD's policy is disclosed in note 1 (i) on page 10.

## Volare Cautious Fund

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### Distribution Table For the year ended 31 May 2019

#### Final dividend Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2018

Group 2 Shares purchased between 1 June 2018 to 31 May 2019

	<b>Net Revenue (p)</b>	<b>Equalisation (p)</b>	<b>Distribution payable 31/07/19 (p)</b>	<b>Distribution paid 31/07/18 (p)</b>
Share Class A Accumulation				
Group 1	0.9344	-	0.9344	0.9540
Group 2	0.6465	0.2879	0.9344	0.9540
Share Class Z Accumulation*				
Group 1	1.1669	-	1.1669	-
Group 2	0.8975	0.2694	1.1669	-

\* The Share Class Z was launched on 4 May 2018. The first variable price dealing date was 8 May 2018.

### Investment Manager's Report For the period ended 31 May 2019

#### Investment Objective

The Fund aims to achieve long term capital growth whilst operating within a volatility range\* of between 2% and 4.75%.

\*Based on annualised, equal weighted standard deviation of the daily portfolio returns over a rolling 60 months period.

The Funds primary objective is to control volatility and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility.

#### Investment policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographical areas and markets.

Implementation of the strategy will be predominantly through collective investment schemes gaining indirect exposure to cash, bonds, equities, funds with a multi strategy or multi asset focus and to property through REITs and ETFs.

The Fund may also invest into other collective investment schemes, bonds, equities, cash or near cash and money market instruments.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold derivatives for efficient portfolio management purposes. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Fund will be able to also use derivatives for investment purposes.

#### Investment Review

During February, we sold Invesco Perpetual Monthly Income Plus fund and allocated the funds to cash. A tactical, high cash position is reflective of our current negative view on high yield and the fact that volatility has picked up in the last 12 months. We reduced Schroder Income Maximiser and LF Lindsell Train UK Equity, and added to Threadneedle UK Equity Income whilst also reducing Artemis Global Income Equity, and adding to Fidelity Global Dividend fund. These moves were part of reallocating our UK equity basket to gain greater diversification and balance. The Threadneedle UK Equity fund is a good complement to our other UK funds owing to its underweight to financials and energy stocks.

In March we sold half of holding in Morgan Stanley US Advantage, reallocating the holding to Vanguard US Equity Index in response to heightened volatility in equity markets.

In May we sold the JP Morgan Global Macro Opportunities and Merian Global Equity Absolute Return (GEAR) because the second out of three JPM Macro Portfolio Managers left earlier this year, which we feel changes the profile and experience of the investment decision makers too much to keep invested in the fund. We sold the Merian GEAR strategy due to disappointment with the strategy in recent down and up markets. We also decided to reduce holdings in Threadneedle (Lux) Credit Opportunities and Artemis US Absolute Return so that we were able to shift the overall allocation of portfolios towards fixed income exposure. We are becoming more constructive on fixed income over absolute return funds because of the change in regime, which we believe we are currently experiencing.

### Investment Manager's Report (continued) For the period ended 31 May 2019

#### Outlook

Trade disputes between the world's two largest economies continue to drive markets. Despite this, low interest rates should continue to make equity investments look relatively attractive. Our preferred regions remain North America and Asia Pacific. China's stimulus package and progress on trade talks have eased concerns, while the US remains the market that we feel is home to the most high quality companies who can sustainably compound growth over the longer term. Deceleration in global growth has further supported government bonds. While inflation-linked bond valuations are not particularly attractive, we recognise their ability to protect portfolios.

As correlations between equities and investment grade and high yield fixed interest securities have increased, we continued to utilise absolute return funds to achieve diversification and managing downside risk within our portfolios. In the alternatives space, although we have reduced exposure to the asset class as a whole we maintain our preference for "equity long/short" and "bond long/short" strategies that have potential to come into their own in an environment of increased volatility.

We are currently retaining a significant allocation in cash which allows us to act quickly when we see attractive buying opportunities present themselves.

#### Investment Manager

LGT Vestra LLP

11 June 2019

## Volare Defensive Fund

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### Performance Record As at 31 May 2019

	A Accumulation	Z Accumulation
	31/05/19 (p)	31/05/19 (p)
Change in net assets per Share		
Opening net asset value per Share	100.00	100.00
Return before operating charges*	2.82	2.46
Operating charges	(1.14)	(0.78)
Return after operating charges*	1.68	1.68
Distributions	(0.09)	(0.22)
Retained distributions on accumulation shares	0.09	0.22
Closing net asset value per Share	101.68	101.68
* After transaction costs of:	-	-
Performance		
Return after operating charges	1.68%	1.68%
Other information		
Closing net asset value	£868,638	£50,083
Closing number of Shares	854,319	49,258
Operating charges	1.13%	0.78%
Direct transaction costs	0.00%	0.00%
Price		
Highest Share price	102.12	102.25
Lowest Share price	99.60	99.62

The Share Class A and Class Z were launched on 14 January 2019. The first variable price dealing date was 16 January 2019.

## Volare Defensive Fund

### Performance Information As at 31 May 2019

#### Operating Charges

Date	AMC* (%)	Other Charges (%)	Transaction Costs (%)	Synthetic Expense Ratio (%)	Investment Manager Subsidy (%)	Operating Charges (%)
<b>31/05/19</b>						
Share Class A Accumulation	0.35	14.34	0.31	0.53	(14.40)	1.13
Share Class Z Accumulation	-	93.00	-	0.53	(92.75)	0.78

\*Annual Management Charge.

Share Class A and Share Class Z launched on 14 January 2019 and first dealing date was 16 January 2019.

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

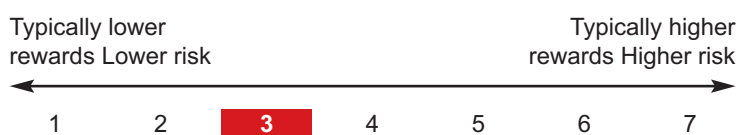
When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the Operating Charge shall take the account of the operating charges incurred in the underlying CIU and disclose as a Synthetic expense ratio.

An operating charges cap of 0.60% for the A accumulation share class and 0.25% for the Z accumulation share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment manager subsidy have been provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### 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.

#### Risk and Reward Profile As at 31 May 2019



- 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 appears as a "3" on the scale. This is partly because the Fund invests in fixed income investments whose values do not fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

## Volare Defensive Fund

### Portfolio Statement As at 31 May 2019

Holdings	Investments	Market Value £	% of Total Net Assets
<b>COLLECTIVE INVESTMENT SCHEMES 72.93%</b>			
16,747	Artemis Global Equity Income	14,576	1.59
51,991	Artemis US Absolute Return	59,800	6.51
43,605	AXA US Short Duration High Yield Acc	60,654	6.60
634	AXA US Short Duration High Yield Inc	594	0.06
350	Federated Sterling Cash Fund 3	37,070	4.03
7,984	Fidelity Global Dividend	18,109	1.97
11,823	Fundsmith Equity	52,602	5.73
22,114	JPM Global Macro Opportunities	33,016	3.59
55,820	Jupiter Strategic Bond	59,827	6.51
4,943	LF Lindsell Train UK Equity	22,726	2.47
21,742	Merian Global Equity Absolute Return	34,236	3.73
2,103	Morgan Stanley US Advantage	32,089	3.49
5,702	PIMCO Global Low Duration Real Return	57,704	6.28
24,086	Schroder Income Maximiser	23,595	2.57
6,598	Threadneedle (Lux) Credit Opportunities	66,506	7.25
10,238	Threadneedle UK Equity Income Z Acc	17,876	1.95
383	Threadneedle UK Equity Income Z Inc	517	0.06
32,228	Trojan	33,562	3.65
435	Winton Absolute Return Futures	44,922	4.89
		<b>669,981</b>	<b>72.93</b>
<b>Portfolio of Investments</b>		<b>669,981</b>	<b>72.93</b>
Net Other Assets		248,740	27.07
<b>Net Assets</b>		<b>918,721</b>	<b>100.00</b>

The Investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments. All investments are Collective Investment Schemes unless otherwise stated.

Total purchases including transaction costs for the period £683,801 (see Note 14)

Total sales net of transactions costs for the period £21,082 (see Note 14)

The Fund launched on 14 January 2019, therefore there are no comparatives.

## Volare Defensive Fund

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### Statement of Total Return For the period ended 31 May 2019

		14/01/19 to 31/05/19*	
	Note	£	£
Income:			
Net capital gains	2		6,240
Revenue	3	829	
Expenses	4	(412)	
Interest payable and similar charges		(4)	
Net revenue before taxation		413	
Taxation	5	(24)	
Net revenue after Taxation			389
Total return before distributions			6,629
Distributions	6		(389)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>6,240</b>

### Statement of Change in Net Assets Attributable to Shareholders For the period ended 31 May 2019

	14/01/19 to 31/05/19*	
	£	£
<b>Opening net assets attributable to Shareholders</b>		-
Amounts received on issue of Shares	914,394	
Less: Amounts paid on cancellation of Shares	(2,771)	
		911,623
Change in net assets attributable to Shareholders from investment activities		6,240
Retained distribution on accumulation Shares		858
<b>Closing net assets attributable to Shareholders</b>		<b>918,721</b>

\* On 14 January 2019, Volare Defensive Fund was launched.



## Volare Defensive Fund

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### Balance Sheet As at 31 May 2019

		31/05/19	
	Note	£	£
<b>Assets</b>			
Fixed assets:			
Investments			669,981
Current assets:			
Debtors	7	18,670	
Cash and bank balances	8	246,225	
Total current assets			264,895
Total assets			934,876
<b>Liabilities</b>			
Creditors:			
Other creditors	9	(16,155)	
Total creditors			(16,155)
Total liabilities			(16,155)
<b>Net assets attributable to Shareholders</b>			<b>918,721</b>

**Notes to the Financial Statements  
For the period ended 31 May 2019**

**1 Accounting Basis And Policies**

The Funds' Financial Statements have been prepared on the basis detailed on pages 9 to 12.

**2 Net capital gains**

	<b>14/01/19 to 31/05/19*</b>
	<b>£</b>
The net capital gains during the period comprise:	
Realised gains on non-derivative securities	502
Unrealised gains on non-derivative securities	6,172
Transaction charges	(436)
Rebates received from underlying funds	2
<b>Net capital gains</b>	<b>6,240</b>

**3 Revenue**

	<b>14/01/19 to 31/05/19*</b>
	<b>£</b>
Franked dividends from Collective Investment Schemes	591
Interest income from Collective Investment Schemes	235
Rebates received from underlying funds	3
<b>Total Revenue</b>	<b>829</b>

**4 Expenses**

	<b>14/01/19 to 31/05/19*</b>
	<b>£</b>
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>	
AMC Fees	485
Investment Manager Subsidy	(24,553)
Fund Accounting Fees	7,854
Registration Fees	2,688
	<b>(13,526)</b>
<b>Payable to the depositary or associates of the depositary and agents of either of them</b>	
Depositary Fees	6,896
Safe Custody Fees	53
	<b>6,949</b>
<b>Other expenses</b>	
Audit Fees**	6,896
FCA Fee	93
	<b>6,989</b>
<b>Total expenses</b>	<b>412</b>

\*On 14 January 2019, Volare Defensive Fund was launched.

\*\* Audit fees of £5,747 + VAT for the period ended 31 May 2019 have been paid out of the property of the Fund.

**Notes to the Financial Statements (continued)**  
**For the period ended 31 May 2019**

**5 Taxation**

**a) Analysis of the tax charge in the year**

	<b>14/01/19 to 31/05/19*</b>
	<b>£</b>
Corporation tax	24
<b>Total current tax charge (Note 5 (b))</b>	<b>24</b>
<b>Total taxation for the period</b>	<b>24</b>

**b) Factors affecting current tax charge for the period**

The tax assessed for the period is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% is applied to the net revenue before taxation.

The differences are explained below:

	<b>14/01/19 to 31/05/19*</b>
	<b>£</b>
Net revenue before taxation	413
Net revenue for the period multiplied by the standard rate of corporation tax	82
<b>Effects of:</b>	
Movement in excess management expenses	-
Revenue not subject to corporation tax	(58)
<b>Total tax charge for the period</b>	<b>24</b>

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

**c) Provision for deferred tax**

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

\* On 14 January 2019, Volare Defensive Fund was launched.

**Notes to the Financial Statements (continued)**  
**For the period ended 31 May 2019****6 Finance costs****Distributions**

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

	<b>14/01/19 to 31/05/19*</b>
	<b>£</b>
Final	858
Add: Revenue paid on cancellation of Shares	1
Deduct: Revenue received on issue of Shares	(470)
<b>Net distribution for the period</b>	<b>389</b>
<b>Reconciliation of net revenue after taxation to distributions</b>	
Net revenue after taxation	389
Undistributed income brought forward	(55)
Deficit Transferred to capital	55
<b>Net distribution for the period</b>	<b>389</b>

Details of the distributions per Share are set out in the distribution table on page 57.

**7 Debtors**

	<b>31/05/19</b>
	<b>£</b>
Amounts receivable for creation of Shares	235
Amounts due for rebates from underlying funds	5
Investment Manager Subsidy	17,877
Other debtors	553
<b>Total debtors</b>	<b>18,670</b>

**8 Cash and bank balances**

	<b>31/05/19</b>
	<b>£</b>
Cash and bank balances	246,225
<b>Total cash and bank balances</b>	<b>246,225</b>

\* On 14 January 2019, Volare Defensive Fund was launched.

**Notes to the Financial Statements (continued)**  
**For the period ended 31 May 2019**

**9 Other creditors**

	<b>31/05/19</b>
	<b>£</b>
<i>Accrued expenses</i>	
<i>Manager and Agents</i>	
AMC Fees	244
Fund Accounting Fees	3,539
Registration fees	2,221
	<u>6,004</u>
<i>Depository and Agents</i>	
<i>Depository Fee</i>	3,107
Safe Custody Fees	31
	<u>3,138</u>
<i>Other expenses</i>	
<i>Audit Fees</i>	6,896
FCA Fees	93
Corporation Tax Payable	24
	<u>7,013</u>
<b>Total creditors</b>	<b><u>16,155</u></b>

**10 Related party transactions**

The monies received and paid by the ACD through the issue 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 7 and 9.

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 shareholders**

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that 34.48% of the Fund's shares in issue are under the control of the of a nominee and it's related parties.

**11 Shares Class**

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

<b>Share Class</b>	<b>%</b>
A Accumulation	0.35
Z Accumulation	0.00

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

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

	<b>14/01/19</b>	<b>Issued</b>	<b>Cancelled</b>	<b>Converted</b>	<b>31/05/19</b>
A Accumulation	-	857,056	(2,737)	-	854,319
Z Accumulation	-	49,258	-	-	49,258

**12 Capital commitments and contingent liabilities**

There were no contingent liabilities or outstanding commitments at the balance sheet date.

**Notes to the Financial Statements (continued)**  
**For the period ended 31 May 2019**

**13 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 11 and 12 of the report.

**(a) Foreign currency risk**

The functional currency of the Fund is Sterling. All assets and liabilities of the Fund are denominated in Pound Sterling. There was no direct foreign currency exposure within the Fund at the balance sheet date. However, there was a significant foreign currency exposure within the Fund's holdings of Collective Investment Schemes since a proportion of their assets are denominated in currencies other than Sterling, with the effect their balance sheet and total returns can be affected by exchange rate fluctuations.

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

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/19</b>			
Sterling	246,225	688,651	934,876
<b>Total</b>	<b>246,225</b>	<b>688,651</b>	<b>934,876</b>

Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/19</b>			
Sterling	-	16,155	16,155
<b>Total</b>	<b>-</b>	<b>16,155</b>	<b>16,155</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 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 following 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 following amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	Increase	Decrease
	£	£
2019	66,998	66,998

**(d) Leverage**

The Fund did not employ any significant leverage as at 31 May 2019, 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.

**Notes to the Financial Statements (continued)**  
**For the period ended 31 May 2019**

**14 Portfolio transaction costs**

	14/01/19 to 31/05/19*	
	£	£
<b>Analysis of total purchase costs</b>		
Purchases in period before transaction costs		
Funds total value paid		683,801
		683,801
Commissions	-	
Total purchase costs		-
<b>Total purchases including transaction costs</b>		<b>683,801</b>
<b>Analysis of total sales costs</b>		
Gross sales in period before transaction costs		
Funds total value paid		21,082
		21,082
Commissions	-	
Fees	-	
Total sale costs		-
<b>Total sales net of transaction costs</b>		<b>21,082</b>

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

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

	14/01/19 to 31/05/19*
	%
<b>Transaction costs as percentage of principal amounts</b>	
Purchases - Commissions	
Funds total value paid	-
Purchases - Taxes	
Equities total value paid	-
Sales - Commissions	
Funds total value paid	-
Sales - Taxes	
Equities total value paid	-
<b>Transaction costs as percentage of average net asset value</b>	
Commissions	-
Fees	-

\* On 14 January 2019, Volare Defensive Fund was launched.

**Notes to the Financial Statements (continued)**  
**For the period ended 31 May 2019****15 Post balance sheet events**

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

**16 Fair value disclosure**

	31/05/19	
Valuation technique	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	-	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	669,981	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-
	<b>669,981</b>	<b>-</b>

\*The valuation techniques and the ACD's policy is disclosed in note 1 (i) on page 10.



## Volare Defensive Fund

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### Distribution Table For the period ended 31 May 2019

#### Final dividend Distribution in pence per Share

Group 1 Shares purchased prior to 14 January 2019

Group 2 Shares purchased between 14 January 2019 to 31 May 2019

	Net Revenue (p)	Equalisation (p)	Distribution payable 31/07/19 (p)
<b>Share Class A Accumulation</b>			
Group 1	0.0879	-	0.0879
Group 2	0.0436	0.0443	0.0879
<b>Share Class Z Accumulation</b>			
Group 1	0.2167	-	0.2167
Group 2	0.0334	0.1833	0.2167

The Fund launched on 14 January 2019, therefore there are no comparatives.

### Investment Manager's Report For the year ended 31 May 2019

#### Investment Objective

The Fund aims to achieve long term capital growth whilst operating within a volatility range\* of between 8% and 13%.

\*Based on annualised, equal weighted standard deviation of the daily portfolio returns over a rolling 60 months period.

The Funds primary objective is to control volatility and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility.

#### Investment policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographical areas and markets.

Implementation of the strategy will be predominantly through collective investment schemes gaining indirect exposure to equities, to property through REITs and ETFs, funds with a multi strategy or multi asset focus, bonds and cash.

The Fund may also invest into other collective investment schemes, bonds, equities, cash or near cash and money market instruments.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold derivatives for efficient portfolio management. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Fund will be able to also use derivatives for investment purposes.

#### Investment Review

In June, we invested into the Morgan Stanley US Advantage fund in place of the passive Vanguard US Equity Index tracker. In October, the Investment Committee decided to reduce exposure to Schroder US Mid Cap in the Growth fund, allocating the capital to the Fidelity Global Dividend fund. The Russell 2000 has had a strong year and we felt that it was prudent to take some profits in a position that we had held for a long time. In early December, we decided to add more funds (Fidelity Global Dividend and Stewart Investors Asia Pacific Leaders) to the portfolios. We then made further changes to the portfolios during the third week of January. We have been cautious about European equity for some time but retained some selective exposure across the Volare Growth Fund, however, we used the market rally to exit the position. In January we purchased the Lindsell Train Global Equity Fund. The Volare Growth Fund is run in a very similar vein to the UK fund, purchasing high quality companies with sustainably high returns on operating capital and powerful intangible assets. We also added the Threadneedle UK Equity Income fund to the portfolios, reducing exposure to Schroder Income Maximiser and LF Lindsell Train UK Equity. In May, we made the decision to reduce our exposure to the absolute return (AR)/alternatives funds space and reinvest the proceeds into fixed interest holdings.

### Investment Manager's Report (continued) For the year ended 31 May 2019

#### Outlook

Trade disputes between the world's two largest economies continue to drive markets. Despite this, low interest rates should continue to make equity investments look relatively attractive. Our preferred regions remain North America and Asia Pacific. China's stimulus package and progress on trade talks have eased concerns, while the US remains the market that we feel is home to the most high quality companies who can sustainably compound growth over the longer term. Deceleration in global growth has further supported government bonds. While inflation-linked bond valuations are not particularly attractive, we recognise their ability to protect portfolios.

As correlations between equities and investment grade and high yield fixed interest securities have increased, we continued to utilise absolute return funds to achieve diversification and managing downside risk within our portfolios. In the alternatives space, although we have reduced exposure to the asset class as a whole we maintain our preference for "equity long/short" and "bond long/short" strategies that have potential to come into their own in an environment of increased volatility.

#### Investment Manager

LGT Vestra LLP

11 June 2019

## Volare Growth Fund

### Performance Record As at 31 May 2019

	A Accumulation		Z Accumulation	
	31/05/19 (p)	31/05/18 (p)	31/05/19 (p)	31/05/18 (p)
Change in net assets per Share				
Opening net asset value per Share	109.21	98.08	102.28	100.00
Return before operating charges*	1.92	12.53	1.50	3.03
Operating charges	(1.46)	(1.40)	(1.02)	(0.75)
Return after operating charges*	0.46	11.13	0.48	2.28
Distributions	(0.89)	(2.14)	(1.19)	-
Retained distributions on accumulation shares	0.89	2.14	1.19	-
Closing net asset value per Share	109.67	109.21	102.76	102.28
* After transaction costs of:	0.02	0.05	0.01	-
Performance				
Return after operating charges	0.42%	11.35%	0.47%	2.28%
Other information				
Closing net asset value	£26,017,631	£16,489,882	£2,166,920	£861,928
Closing number of Shares	23,723,793	15,190,162	2,108,787	842,700
Operating charges	1.35%	1.31%	1.00%	0.96%
Direct transaction costs	0.01%	0.04%	0.01%	0.04%
Price				
Highest Share price	111.01	109.61	104.25	102.65
Lowest Share price	99.27	97.23	93.19	100.18

**Performance Information  
As at 31 May 2019**

**Operating Charges**

<b>Date</b>	<b>AMC* (%)</b>	<b>Other Charges (%)</b>	<b>Transaction Costs (%)</b>	<b>Synthetic Expense Ratio (%)</b>	<b>Investment Manager Subsidy (%)</b>	<b>Rebate From Underlying Funds (%)</b>	<b>Operating Charges (%)</b>
<b>31/05/19</b>							
Share Class A Income	0.35	0.36	0.01	0.75	(0.11)	(0.01)	1.35
Share Class Z Income	-	0.36	0.01	0.75	(0.11)	(0.01)	1.00
<b>31/05/18</b>							
Share Class A Income	0.35	0.79	0.03	0.71	(0.50)	(0.07)	1.31
Share Class Z Income	-	0.39	0.01	0.71	(0.12)	(0.03)	0.96

\*Annual Management Charge.

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

When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the Operating Charge shall take the account of the operating charges incurred in the underlying CIU and disclose as a Synthetic expense ratio.

An operating charges cap of 0.60% for the A accumulation share class and 0.25% for the Z accumulation share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment manager subsidy have been provided from the sponsor to ensure operating charge ratios do not exceed these limits.

**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.

**Risk and Reward Profile  
As at 31 May 2019**



- 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 appears as a "4" on the scale. This is partly because the Fund invests in fixed income investments whose values do not fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

**Portfolio Statement  
As at 31 May 2019**

<b>Holdings</b>	<b>Investments</b>	<b>Market Value £</b>	<b>% of Total Net Assets</b>
	<b>COLLECTIVE INVESTMENT SCHEMES 94.50% [97.65%]</b>		
681,261	Artemis Global Equity Income	592,969	2.10
16,166	Baillie Gifford Japanese Smaller Companies	764,487	2.71
253,787	Blackrock Asia Special Situations	459,608	1.63
754,233	Fidelity Global Dividend	1,710,601	6.07
505,858	Fundsmith Equity	2,250,716	7.98
1,168,960	JPM Global Macro Opportunities	1,745,259	6.19
52,889	Jupiter India Select	463,305	1.64
1,450,958	Jupiter Strategic Bond	1,555,136	5.52
542,494	Lazard Global Listed Infrastructure	1,040,448	3.69
589,434	Legal & General UK 100 Index	1,359,823	4.82
421,469	LF Lindsell Train UK Equity	1,937,706	6.88
357,856	Lindsell Train Global Equity	1,366,439	4.85
706,535	Merian Global Equity Absolute Return	1,112,509	3.95
131,132	Morgan Stanley US Advantage	2,000,794	7.10
768,251	Old Mutual Investment Funds Series I - UK Smaller Companies	1,341,366	4.76
70,093	PIMCO Global Low Duration Real Return	709,336	2.52
425,721	River and Mercantile Global Recovery	977,456	3.47
5,346	RWC Global Emerging Markets	932,098	3.31
1,488,988	Schroder Income Maximiser	1,458,612	5.18
81,543	Stewart Investors Asia Pacific Leaders	627,924	2.23
83,821	T Rowe US Smaller Companies Equity	1,042,480	3.70
678,541	Threadneedle UK Equity Income Z Acc	1,184,801	4.20
		<b>26,633,873</b>	<b>94.50</b>
	<b>Portfolio of Investments</b>	<b>26,633,873</b>	<b>94.50</b>
	Net Other Assets	1,550,678	5.50
	<b>Net Assets</b>	<b>28,184,551</b>	<b>100.00</b>

The Investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments. All investments are Collective Investment Schemes unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2018.

Total purchases including transaction costs for the year £20,163,592 (2018: £22,071,720) (see Note 14)

Total sales net of transactions costs for the year £11,129,977 (2018: £5,937,707) (see Note 14)

## Volare Growth Fund

### Statement of Total Return For the year ended 31 May 2019

		01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	Note	£	£	£	£
Income:					
Net capital gains	2		241,680		764,982
Revenue	3	336,728		156,060	
Expenses	4	(128,610)		(64,809)	
Interest payable and similar charges		(186)		(421)	
Net revenue before taxation		207,932		90,830	
Taxation	5	-		-	
Net revenue after Taxation			207,932		90,830
Total return before distributions			449,612		855,812
Distributions	6		(207,932)		(90,830)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>241,680</b>		<b>764,982</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2019

	01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		<b>17,451,810</b>		-
Amounts received on issue of Shares	16,810,930		20,181,603	
Less: Amounts paid on cancellation of Shares	(6,556,043)		(3,820,160)	
		10,254,887		16,361,443
Dilution adjustment		154		-
Change in net assets attributable to Shareholders from investment activities		241,680		764,982
Retained distribution on accumulation Shares		236,020		325,385
<b>Closing net assets attributable to Shareholders</b>		<b>28,184,551</b>		<b>17,451,810</b>

## Volare Growth Fund

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### Balance Sheet As at 31 May 2019

		31/05/19		31/05/18	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments			26,633,873		17,041,127
Current assets:					
Debtors	7	276,406		218,311	
Cash and bank balances	8	1,489,103		409,319	
Total current assets			1,765,509		627,630
Total assets			28,399,382		17,668,757
<b>Liabilities</b>					
Creditors:					
Other creditors	9	(214,831)		(216,947)	
Total creditors			(214,831)		(216,947)
Total liabilities			(214,831)		(216,947)
<b>Net assets attributable to Shareholders</b>			<b>28,184,551</b>		<b>17,451,810</b>



**Notes to the Financial Statements  
For the year ended 31 May 2019**

**1 Accounting Basis And Policies**

The Funds' Financial Statements have been prepared on the basis detailed on pages 9 to 12.

**2 Net capital gains**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
The net capital gains during the year comprise:		
Realised gains on non-derivative securities	83,235	132,650
Unrealised gains on non-derivative securities	157,705	634,207
Transaction charges	(1,290)	(3,141)
Rebates received from underlying funds	2,030	1,266
<b>Net capital gains</b>	<b>241,680</b>	<b>764,982</b>

**3 Revenue**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Bank interest	-	3
Franked dividends from Collective Investment Schemes	308,380	121,217
Interest income from Collective Investment Schemes	27,158	21,049
Offshore funds dividends	-	7,758
Rebates received from underlying funds	1,190	6,033
<b>Total revenue</b>	<b>336,728</b>	<b>156,060</b>

**4 Expenses**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC Fees	71,892	35,776
Investment Manager Subsidy	(23,274)	(51,772)
Fund Accounting Fees	20,571	28,922
Registration Fees	21,468	14,619
	90,657	27,545
<b>Payable to the depositary or associates of the depositary and agents of either of them</b>		
Depositary Fees	18,687	26,215
Safe Custody Fees	5,674	2,562
	24,361	28,777
<b>Other expenses</b>		
Audit Fees*	9,852	6,686
EMX / Calastone Fees	3,490	1,613
FCA Fee	250	188
	13,592	8,487
<b>Total expenses</b>	<b>128,610</b>	<b>64,809</b>

\* Audit fees of £8,210 + VAT for the year ended 31 May 2019 (2018: £5,572 + VAT) have been paid out of the property of the Fund.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**5 Taxation**

**a) Analysis of the tax charge in the year**

	01/06/18 to 31/05/19	04/01/17 to 31/05/18
	£	£
Corporation tax	-	-
<b>Total current tax charge (Note 5 (b))</b>	-	-
Deferred tax (Note 5 (c))	-	-
<b>Total taxation for the year</b>	-	-

**b) Factors affecting current 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% is applied to the net revenue before taxation.

The differences are explained below:

	01/06/18 to 31/05/19	04/01/17 to 31/05/18
	£	£
Net revenue before taxation	207,932	90,830
Net revenue for the year multiplied by the standard rate of corporation tax	41,586	18,166
<b>Effects of:</b>		
Movement in excess management expenses	14,735	7,629
Revenue not subject to corporation tax	(56,321)	(25,795)
<b>Total tax charge for the year</b>	-	-

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

**c) Provision for deferred tax**

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

At the year end, there is a potential deferred tax asset of £22,364 (2018: £7,629) in relation to surplus management expenses. It is unlikely the Funds will generate sufficient taxable profits in the future to utilise these expenses and therefore no deferred tax asset has been recognised in the year.

**6 Finance costs**

**Distributions**

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

	01/06/18 to 31/05/19	04/01/17 to 31/05/18
	£	£
Final	236,020	325,385
Add: Revenue paid on cancellation of Shares	18,083	57,182
Deduct: Revenue received on issue of Shares	(46,171)	(291,737)
<b>Net distribution for the year</b>	<b>207,932</b>	<b>90,830</b>
<b>Reconciliation of net revenue after taxation to distributions</b>		
Net revenue after taxation	207,932	90,830
<b>Net distribution for the year</b>	<b>207,932</b>	<b>90,830</b>

Details of the distributions per Share are set out in the distribution table on page 72.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**7 Debtors**

	<b>31/05/19</b>	<b>31/05/18</b>
	<b>£</b>	<b>£</b>
Amounts receivable for creation of Shares	255,431	213,012
Accrued Revenue	9,545	-
Amounts due for rebates from underlying funds	6,166	5,299
Investment Manager Subsidy	4,896	-
Other debtors	368	-
<b>Total debtors</b>	<b>276,406</b>	<b>218,311</b>

**8 Cash and bank balances**

	<b>31/05/19</b>	<b>31/05/18</b>
	<b>£</b>	<b>£</b>
Cash and bank balances	1,489,103	409,319
<b>Total cash and bank balances</b>	<b>1,489,103</b>	<b>409,319</b>

**9 Other creditors**

	<b>31/05/19</b>	<b>31/05/18</b>
	<b>£</b>	<b>£</b>
Amounts payable for cancellation of Shares	188,143	-
Purchases awaiting settlement	-	200,000
	188,143	200,000
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC Fees	7,731	4,844
Investment Manager Subsidy	-	1,430
Fund Accounting Fees	3,539	1,681
Registration fees	1,124	386
	12,394	8,341
<i>Depositary and Agents</i>		
<i>Depositary Fee</i>	3,107	1,529
Safe Custody Fees	1,198	355
	4,305	1,884
<i>Other expenses</i>		
Audit Fees	9,852	6,686
FCA Fees	137	36
	9,989	6,722
<b>Total creditors</b>	<b>214,831</b>	<b>216,947</b>

**10 Related party transactions**

The monies received and paid by the ACD through the issue 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 7 and 9.

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

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**11 Shares Class**

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

Share Class	%
A Income	0.35
Z Income	0.00

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

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

	31/05/18	Issued	Cancelled	Converted	31/05/19
A Income	15,190,162	14,364,229	(5,836,724)	6,126	23,723,793
Z Income	842,700	1,518,899	(246,302)	(6,510)	2,108,787

**12 Capital commitments and contingent liabilities**

There were no contingent liabilities or outstanding commitments at the balance sheet date.

**13 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 11 and 12 of the report.

**(a) Foreign currency risk**

The functional currency of the Fund is Sterling. All assets and liabilities of the Fund are denominated in Pound Sterling. There was no direct foreign currency exposure within the Fund at the balance sheet date. However, there was a significant foreign currency exposure within the Fund's holdings of Collective Investment Schemes since a proportion of their assets are denominated in currencies other than Sterling, with the effect their balance sheet and total returns can be affected by exchange rate fluctuations.

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

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/19</b>			
Sterling	1,489,103	26,910,279	28,399,382
<b>Total</b>	<b>1,489,103</b>	<b>26,910,279</b>	<b>28,399,382</b>

Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/19</b>			
Sterling	-	214,831	214,831
<b>Total</b>	<b>-</b>	<b>214,831</b>	<b>214,831</b>

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**13 Derivatives and other financial instruments (continued)**

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

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/18</b>			
Sterling	409,319	17,259,438	17,668,757
<b>Total</b>	<b>409,319</b>	<b>17,259,438</b>	<b>17,668,757</b>

Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/18</b>			
Sterling	-	216,947	216,947
<b>Total</b>	<b>-</b>	<b>216,947</b>	<b>216,947</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 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 following 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 following amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	Increase	Decrease
	£	£
2019	2,663,387	2,663,387
2018	1,704,113	1,704,113

*(d) Leverage*

The Fund did not employ any significant leverage as at 31 May 2019, 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.

**14 Portfolio transaction costs**

	01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs				
Funds total value paid		20,163,192		22,068,631
		20,163,192		22,068,631
Commissions	400		3,089	
Total purchase costs		400		3,089
<b>Total purchases including transaction costs</b>		<b>20,163,592</b>		<b>22,071,720</b>

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**14 Portfolio transaction costs (continued)**

**Analysis of total sales costs**

Gross sales in year before transaction costs

Funds total value paid		11,133,040		5,938,012
		11,133,040		5,938,012
Commissions	(3,063)		(305)	
Fees	-		-	
Total sale costs		(3,063)		(305)
<b>Total sales net of transaction costs</b>		<b>11,129,977</b>		<b>5,937,707</b>

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

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	%	%
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Funds total value paid	-	0.01
Purchases - Taxes		
Equities total value paid	-	-
Sales - Commissions		
Funds total value paid	0.03	0.01
Sales - Taxes		
Equities total value paid	-	-
	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	%	%
<b>Transaction costs as percentage of average net asset value</b>		
Commissions	0.01	0.04
Fees	-	-

**15 Post balance sheet events**

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

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019****16 Fair value disclosure**

Valuation technique	31/05/19		31/05/18	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	-	-	-	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	26,633,873	-	17,041,127	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>26,633,873</b>	<b>-</b>	<b>17,041,127</b>	<b>-</b>

\*The valuation techniques and the ACD's policy is disclosed in note 1 (i) on page 10.

**Distribution Table**  
**For the year ended 31 May 2019****Final dividend Distribution in pence per Share**

Group 1 Shares purchased prior to 1 June 2018

Group 2 Shares purchased between 1 June 2018 to 31 May 2019

	<b>Net Revenue (p)</b>	<b>Equalisation (p)</b>	<b>Distribution payable 31/07/2019 (p)</b>	<b>Distribution paid 31/07/2018 (p)</b>
<b>Share Class A Accumulation</b>				
Group 1	0.8894	-	0.8894	2.1421
Group 2	0.6052	0.2842	0.8894	2.1421
<b>Share Class Z Accumulation*</b>				
Group 1	1.1863	-	1.1863	-
Group 2	0.8055	0.3808	1.1863	-

\* The Share Class Z was launched on 4 May 2018. The first variable price dealing date was 8 May 2018.



### Investment Manager's Report For the year ended 31 May 2019

#### Investment Objective

The Fund aims to achieve an income target of 3.5%.

#### Investment policy

The Fund will aim to invest in income focused investment strategies incorporating a range of asset classes across multiple geographical areas and markets.

Implementation of the strategy will be predominantly through collective investment schemes gaining indirect exposure to equities, bonds, to property through REITs and ETFs, funds with a multi strategy or multi asset focus and cash.

The Fund may also invest into other collective investment schemes, bonds, equities, cash or near cash and money market instruments.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold derivatives for efficient portfolio management. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Fund will be able to also use derivatives for investment purposes.

#### Investment Review

At the start of April 2018, we reallocated capital away from the BNY Newton Real Return fund which is effectively a multi-asset absolute return strategy and reinvested the funds into JPMorgan Global Macro Opportunities which is an unconstrained macro fund that we had greater conviction in. In September, we sold the Lazard Global Income fund and switched into the Fidelity Global Dividend fund after concerns over the performance of a Lazard fund meant we had removed it from our approved funds list. In November, we sold the holding in BlackRock Fixed Income Global Opportunities and topped up several equity holdings such as Lazard Global Listed Infrastructure Equity, Fidelity Global Dividend, Schroder Income Maximiser and RWC Enhanced Income to slightly tweak the blend of assets and add a little more bias to growth assets, whilst retaining a healthy level of income. In February, we sold Invesco Perpetual Monthly Income Plus and used the opportunity to increase exposure to Fundsmith Equity and added in another defensive global equity fund, the Lindsell Train Global Equity that is already used across the other portfolios. During February we also decided to reallocate capital from Invesco Perpetual Global Targeted Income to the Merian Global Equity Absolute Return (GEAR) fund as we have decided to bring the yield on the portfolio down closer to the target level. However in May, we made the decision to sell JP Morgan Global Macro Opportunities and Merian (GEAR) following the second out of three JPMorgan Macro Portfolio Managers leaving which we feel changes the profile and experience of the investment decision makers too much to keep invested in the fund. We sold the Merian GEARS strategy because although the investment team are looking to add minimum volatility and more defensive aspects to the algorithms, we felt it could take some time for these amendments to come to fruition. Following the reduction in absolute return strategies, we are reallocating client capital to sovereign fixed income exposure. The Jupiter Strategic Bond fund is one of our highest conviction fixed income funds. Fund manager, Ariel Bezalel, invests across the credit and duration range. We have also decided to add in a UK index-linked government bond fund, which has a duration of 10 years and provides inflation protection to the portfolio.

### Investment Manager's Report (continued) For the year ended 31 May 2019

#### Outlook

Trade disputes between the world's two largest economies continue to drive markets. Despite this, low interest rates should continue to make equity investments look relatively attractive. Our preferred regions remain North America and Asia Pacific. China's stimulus package and progress on trade talks have eased concerns, while the US remains the market that we feel is home to the most high quality companies who can sustainably compound growth over the longer term. Deceleration in global growth has further supported government bonds. While inflation-linked bond valuations are not particularly attractive, we recognise their ability to protect portfolios.

As correlations between equities and investment grade and high yield fixed interest securities have increased, we continued to utilise absolute return funds to achieve diversification and managing downside risk within our portfolios. In the alternatives space, although we have reduced exposure to the asset class as a whole we maintain our preference for "equity long/short" and "bond long/short" strategies that have potential to come into their own in an environment of increased volatility.

#### Investment Manager

LGT Vestra LLP

11 June 2019

## Volare Strategic Income Fund

### Performance Record As at 31 May 2019

	A Income		Z Income	
	31/05/19 (p)	31/05/18 (p)	31/05/19 (p)	31/05/18 (p)
Change in net assets per Share				
Opening net asset value per Share	100.85	100.00	100.13	100.00
Return before operating charges*	1.85	6.75	2.20	0.96
Operating charges	(1.37)	(1.44)	(1.01)	(0.83)
Return after operating charges*	0.48	5.31	1.19	0.13
Distributions	(3.47)	(4.46)	(3.36)	-
Closing net asset value per Share	97.86	100.85	97.96	100.13
* after direct transaction costs of:	-	0.02	-	-
Performance				
Return after operating charges	0.47%	5.31%	1.19%	0.13%
Other information				
Closing net asset value	£2,837,030	£2,091,484	£102,176	£52,112
Closing number of Shares	2,898,988	2,073,855	104,299	52,042
Operating charges	1.39%	1.42%	1.04%	1.07%
Direct transaction costs	0.00%	0.02%	0.00%	0.02%
Price				
Highest Share price	102.04	104.07	101.97	101.19
Lowest Share price	93.86	98.39	93.91	100.03

### Performance Information As at 31 May 2019

#### Operating Charges

Date	AMC* (%)	Other Charges (%)	Transaction Costs (%)	Synthetic Expense Ratio (%)	Investment Manager Subsidy (%)	Rebate From Underlying Funds (%)	Operating Charges (%)
<b>31/05/19</b>							
Share Class A Income	0.35	2.21	0.02	0.79	(1.97)	(0.01)	1.39
Share Class Z Income	-	2.23	0.02	0.79	(1.99)	(0.01)	1.04
<b>31/05/18</b>							
Share Class A Income	0.35	5.05	0.05	0.82	(4.84)	(0.01)	1.42
Share Class Z Income	-	2.88	0.21	0.82	(2.82)	(0.02)	1.07

\*Annual Management Charge.

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

When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the Operating Charge shall take the account of the operating charges incurred in the underlying CIU and disclose as a Synthetic expense ratio.

An operating charges cap of 0.60% for the A accumulation share class and 0.25% for the Z accumulation share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment manager subsidy have been provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### 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.

#### Risk and Reward Profile As at 31 May 2019



- 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 appears as a "4" on the scale. This is partly because the Fund invests in fixed income investments whose values do not fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

## Volare Strategic Income Fund

### Portfolio Statement As at 31 May 2019

Holdings	Investments	Market Value £	% of Total Net Assets
<b>COLLECTIVE INVESTMENT SCHEMES 98.23% [99.87%]</b>			
240,994	Artemis Global Equity Income	209,761	7.14
210,570	AXA US Short Duration High Yield Inc	197,157	6.71
138,991	Fidelity Global Dividend	259,633	8.82
44,055	Fundsmith Equity	196,015	6.67
77,623	Invesco Perpetual Corporate Bond	162,596	5.53
70,199	JPM Global Macro Opportunities	101,016	3.44
334,827	Jupiter Strategic Bond	218,743	7.44
104,010	Lazard Global Listed Infrastructure Equity	168,319	5.73
44,187	Lindsell Train Global Equity	168,722	5.74
16,217	M&G Strategic Corporate Bond	176,627	6.01
83,168	Marlborough Multi Cap Income	131,323	4.47
55,439	Merian Global Equity Absolute Return	87,295	2.97
17,647	PIMCO Global Low Duration Real Return	172,769	5.88
2,218	RWC Enhanced Income	177,602	6.04
332,180	Schroder Asian Income Maximiser	182,732	6.22
277,189	Schroder Income Maximiser	136,266	4.64
104,069	Threadneedle UK Equity Income Inc	140,494	4.78
		<b>2,887,070</b>	<b>98.23</b>
<b>Portfolio of Investments</b>		<b>2,887,070</b>	<b>98.23</b>
Net Other Assets		52,136	1.77
<b>Net Assets</b>		<b>2,939,206</b>	<b>100.00</b>

The Investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are Collective Investment Schemes unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2018.

Total purchases including transaction costs for the year £2,963,156 (2018: £3,272,127) (see Note 14)

Total sales net of transactions costs for the year £2,175,534 (2018: £1,150,338) (see Note 14)

## Volare Strategic Income Fund

### Statement of Total Return For the year ended 31 May 2019

		01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	Note	£	£	£	£
Income:					
Net capital (losses)/gains	2		(43,659)		19,489
Revenue	3	97,612		46,050	
Expenses	4	(15,523)		(8,154)	
Interest payable and similar charges		(394)		(71)	
Net revenue before taxation		81,695		37,825	
Taxation	5	(5,209)		-	
Net revenue after Taxation			76,486		37,825
Total return before distributions			32,827		57,314
Distributions	6		(92,009)		(45,979)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>(59,182)</b>		<b>11,335</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2019

	01/06/18 to 31/05/19		04/01/17 to 31/05/18	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		<b>2,143,596</b>		<b>-</b>
Amounts received on issue of Shares	1,962,883		2,715,241	
Less: Amounts paid on cancellation of Shares	(1,108,091)		(582,980)	
		854,792		2,132,261
Change in net assets attributable to Shareholders from investment activities		(59,182)		11,335
<b>Closing net assets attributable to Shareholders</b>		<b>2,939,206</b>		<b>2,143,596</b>

## Volare Strategic Income Fund

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### Balance Sheet As at 31 May 2019

		31/05/19		31/05/19	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments			2,887,070		2,140,904
Current assets:					
Debtors	7	28,848		42,508	
Cash and bank balances	8	109,247		93,990	
Total current assets			138,095		136,498
Total assets			3,025,165		2,277,402
<b>Liabilities</b>					
Creditors:					
Distribution payable on income shares		(20,544)		(15,244)	
Other creditors	9	(65,415)		(118,562)	
Total creditors			(85,959)		(133,806)
Total liabilities			(85,959)		(133,806)
<b>Net assets attributable to Shareholders</b>			<b>2,939,206</b>		<b>2,143,596</b>

**Notes to the Financial Statements  
For the year ended 31 May 2019**

**1 Accounting Basis And Policies**

The Funds' Financial Statements have been prepared on the basis detailed on pages 9 to 12.

**2 Net capital (losses)/gains**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
The net capital (losses)/gains during the period comprise:		
Realised (losses)/gains on non-derivative securities	(32,356)	12,970
Unrealised (losses)/gains on non-derivative securities	(11,015)	7,099
Transaction charges	(569)	(790)
Rebates received from underlying funds	281	210
<b>Net capital (losses)/gains</b>	<b>(43,659)</b>	<b>19,489</b>

**3 Revenue**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Bank interest	1	3
Franked dividends from Collective Investment Schemes	40,075	35,687
Interest income from Collective Investment Schemes	42,136	8,014
Offshore funds dividends	15,369	2,346
Rebates received from underlying funds	31	-
<b>Total revenue</b>	<b>97,612</b>	<b>46,050</b>

**4 Expenses**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC Fees	9,347	5,082
Investment Manager Subsidy	(54,222)	(70,463)
Fund Accounting Fees	20,649	28,910
Registration Fees	7,533	10,128
	(16,693)	(26,343)
<b>Payable to the depositary or associates of the depositary and agents of either of them</b>		
Depositary Fees	19,051	26,698
Safe Custody Fees	931	370
	19,982	27,068
<b>Other expenses</b>		
Audit Fees*	9,852	6,686
EMX / Calastone Fees	2,133	555
FCA Fee	249	188
	12,234	7,429
<b>Total expenses</b>	<b>15,523</b>	<b>8,154</b>

\* Audit fees of £8,210 + VAT for the year ended 31 May 2019 (2018: £5,572 + VAT) have been paid out of the property of the Fund.



**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**5 Taxation**

**a) Analysis of the tax charge in the year**

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Corporation tax	5,209	-
<b>Total current tax charge (Note 5 (b))</b>	<b>5,209</b>	<b>-</b>
<b>Total taxation for the year</b>	<b>5,209</b>	<b>-</b>

**b) Factors affecting current 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% is applied to the net revenue before taxation.

The differences are explained below:

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
Net revenue before taxation	81,695	36,218
Net revenue for the year multiplied by the standard rate of corporation tax	16,339	7,565
<b>Effects of:</b>		
Movement in excess management expenses	(41)	1,644
Revenue not subject to corporation tax	(11,089)	(9,209)
<b>Total tax charge for the year</b>	<b>5,209</b>	<b>-</b>

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

**c) Provision for deferred tax**

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

At the prior period end, the potential deferred tax asset of £1,644 in relation to surplus management expenses was rebased on the completion of the annual tax return which resulted in a deferred tax asset of £205.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**6 Finance costs**

**Distributions**

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

	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
	<b>£</b>	<b>£</b>
First interim distribution	27,714	26,143
Second interim distribution	23,731	9,362
Third interim distribution	25,352	12,183
Final	20,544	15,244
Add: Revenue paid on cancellation of Shares	3,798	3,800
Deduct: Revenue received on issue of Shares	(9,130)	(20,753)
<b>Net distribution for the year</b>	<b>92,009</b>	<b>45,979</b>
<b>Reconciliation of net revenue after taxation to distributions</b>		
Net revenue after taxation	76,486	37,825
Charges deducted from capital	15,523	8,154
<b>Net distribution for the year</b>	<b>92,009</b>	<b>45,979</b>

Details of the distributions per Share are set out in the distribution table on pages 87 and 88.

**7 Debtors**

	<b>31/05/19</b>	<b>31/05/18</b>
	<b>£</b>	<b>£</b>
Amounts sales awaiting settlement	-	38,001
Accrued revenue	8,343	4,055
Amounts due for rebates from underlying funds	149	452
Investment manager subsidy	18,031	-
Other debtors	2,325	-
<b>Total debtors</b>	<b>28,848</b>	<b>42,508</b>

**8 Cash and bank balances**

	<b>31/05/19</b>	<b>31/05/18</b>
	<b>£</b>	<b>£</b>
Cash and bank balances	109,247	93,990
<b>Total cash and bank balances</b>	<b>109,247</b>	<b>93,990</b>

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**9 Other creditors**

	<b>31/05/19</b>	<b>31/05/18</b>
	<b>£</b>	<b>£</b>
Amounts payable for cancellation of Shares	40,810	105,267
Purchases awaiting settlement	-	11,000
	<b>40,811</b>	<b>116,267</b>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC Fees	863	638
Investment Manager Subsidy	-	(8,902)
Fund Accounting Fees	3,539	1,681
Registration fees	1,769	581
	<b>6,171</b>	<b>(6,002)</b>
<i>Depositary and Agents</i>		
Depositary Fee	3,107	1,529
Safe Custody Fees	129	46
	<b>3,236</b>	<b>1,575</b>
<i>Other expenses</i>		
Audit Fees	9,852	6,686
FCA Fees	137	36
Corporation Tax Payable	5,209	-
	<b>15,198</b>	<b>6,722</b>
<b>Total creditors</b>	<b>65,415</b>	<b>118,562</b>

**10 Related party transactions**

The monies received and paid by the ACD through the issue 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 7 and 9.

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 shareholders**

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that 29.59% (2018: Nil) of the Fund's shares in issue are under the control of the of a nominee and it's related parties.

**11 Shares Class**

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

<b>Share Class</b>	<b>%</b>
A Income	0.35
Z Income	0.00

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

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

	<b>31/05/18</b>	<b>Issued</b>	<b>Cancelled</b>	<b>Converted</b>	<b>31/05/19</b>
A Income	2,073,855	1,931,721	(1,061,488)	(45,100)	2,898,988
Z Income	52,042	25,013	(17,928)	45,172	104,299

**12 Capital commitments and contingent liabilities**

There were no contingent liabilities or outstanding commitments at the balance sheet date.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**13 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 11 and 12 of the report.

**(a) Foreign currency risk**

The functional currency of the Fund is Sterling. All assets and liabilities of the Fund are denominated in Pound Sterling. There was no direct foreign currency exposure within the Fund at the balance sheet date. However, there was a significant foreign currency exposure within the Fund's holdings of Collective Investment Schemes since a proportion of their assets are denominated in currencies other than Sterling, with the effect their balance sheet and total returns can be affected by exchange rate fluctuations.

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

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/19</b>			
Sterling	109,247	2,915,918	3,025,165
<b>Total</b>	<b>109,247</b>	<b>2,915,918</b>	<b>3,025,165</b>

Currency	Floating rate financial liabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/19</b>			
Sterling	-	85,959	85,959
<b>Total</b>	<b>-</b>	<b>85,959</b>	<b>85,959</b>

Currency	Floating rate financial assets	Financial assets not carrying interest	Total
Assets	£	£	£
<b>31/05/18</b>			
Sterling	93,990	2,183,412	2,277,402
<b>Total</b>	<b>93,990</b>	<b>2,183,412</b>	<b>2,277,402</b>

Currency	Floating rate financial l iabilities	Financial liabilities not carrying interest	Total
Liabilities	£	£	£
<b>31/05/18</b>			
Sterling	-	133,806	133,806
<b>Total</b>	<b>-</b>	<b>133,806</b>	<b>133,806</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.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**13 Derivatives and other financial instruments (continued)**

**(c) Market 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 following 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 following amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	<b>Increase</b>	<b>Decrease</b>
	£	£
2019	288,707	288,707
2018	214,090	214,090

**(d) Leverage**

The Fund did not employ any significant leverage as at 31 May 2019, 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.

**14 Portfolio transaction costs**

	<b>01/06/18 to 31/05/19</b>		<b>04/01/17 to 31/05/18</b>	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs				
Funds total value paid		2,963,156		3,272,021
		2,963,156		3,272,021
Commissions	-		106	
Total purchase costs		-		106
<b>Total purchases including transaction costs</b>		<b>2,963,156</b>		<b>3,272,127</b>
<b>Analysis of total sales costs</b>				
Gross sales in year before transaction costs				
Funds total value paid		2,175,534		1,150,448
		2,175,534		1,150,448
Commissions	-		(110)	
Total sale costs		-		(110)
<b>Total sales net of transaction costs</b>		<b>2,175,534</b>		<b>1,150,338</b>

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

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2019**

**14 Portfolio transaction costs (continued)**

	01/06/18 to 31/05/19	04/01/17 to 31/05/18
	%	%
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Funds total value paid	-	-
Purchases - Taxes		
Collective Investment Schemes	-	-
Equities total value paid	-	-
Funds total value paid	-	0.01
Sales - Taxes		
Equities total value paid	-	-
	<b>01/06/18 to 31/05/19</b>	<b>04/01/17 to 31/05/18</b>
<b>Transaction costs as percentage of average net asset value</b>		%
Commissions	-	0.02
Fees	-	-

**15 Post balance sheet events**

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

**16 Fair value disclosure**

	31/05/19		31/05/18	
Valuation technique	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	-	-	-	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	2,887,070	-	2,140,904	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>2,887,070</b>	<b>-</b>	<b>2,140,904</b>	<b>-</b>

\*The valuation techniques and the ACD's policy is disclosed in note 1 (i) on page 10.

## Volare Strategic Income Fund

### Distribution table As at 31 May 2019

#### First interim dividend Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2018

Group 2 Shares purchased between 1 June 2018 to 31 August 2018

	Net Revenue (p)	Equalisation (p)	Distribution paid 31/10/18 (p)	Distribution paid 31/10/17 (p)
<b>Share Class A Income</b>				
Group 1	1.0135	-	1.0135	2.1601
Group 2	0.8191	0.1944	1.0135	2.1601
<b>Share Class Z Income*</b>				
Group 1	0.9804	-	0.9804	-
Group 2	0.6932	0.2872	0.9804	-

#### Second interim dividend Distribution in pence per Share

Group 1 Shares purchased prior to 1 September 2018

Group 2 Shares purchased between 1 September 2018 to 30 November 2018

	Net Revenue (p)	Equalisation (p)	Distribution paid 31/01/19 (p)	Distribution paid 31/01/18 (p)
<b>Share Class A Income</b>				
Group 1	0.9129	-	0.9129	0.6779
Group 2	0.2458	0.6671	0.9129	0.6779
<b>Share Class Z Income*</b>				
Group 1	0.8562	-	0.8562	-
Group 2	0.8562	-	0.8562	-

#### Third interim dividend Distribution in pence per Share

Group 1 Shares purchased prior to 1 December 2018

Group 2 Shares purchased between 1 December 2018 to 28 February 2019

	Net Revenue (p)	Equalisation (p)	Distribution paid 30/04/19 (p)	Distribution paid 30/04/18 (p)
<b>Share Class A Income</b>				
Group 1	0.8550	-	0.8550	0.8912
Group 2	0.2863	0.5867	0.8730	0.8912
<b>Share Class Z Income*</b>				
Group 1	0.8393	-	0.8393	-
Group 2	0.8393	-	0.8393	-

## Volare Strategic Income Fund

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### Distribution table (continued) As at 31 May 2019

#### Financial dividend Distribution in pence per Share

Group 1 Shares purchased prior to 1 March 2019

Group 2 Shares purchased between 1 March 2019 to 31 May 2019

	Net Revenue (p)	Equalisation (p)	Distribution payable 31/07/2019 (p)	Distribution paid 31/07/2018 (p)
<b>Share Class A Income</b>				
Group 1	0.6839	-	0.6839	0.7350
Group 2	0.2292	0.4547	0.6839	0.7350
<b>Share Class Z Income*</b>				
Group 1	0.6859	-	0.6859	-
Group 2	-	0.6859	0.6859	-

\* The Share Class Z was launched on 4 May 2018. The first variable price dealing date was 8 May 2018.



### 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 period, with the exception of Strategic Income Fund which pays quarterly distributions as detailed below (see Distribution Payment Dates). 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 9.00 am and 5.00 pm. Instructions to buy or sell Shares may be either in writing to: FundRock Partners Limited - LGT Vestra, PO Box 12391, Chelmsford CM99 2EU, or by telephone on 01268 445 772\* (UK only) or +44 1268 445 772\* (outside the UK), or by fax on 01268 441 498 (UK only) or +44 1268 441 498 (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.

#### Price

The prices of Shares for each class in the Fund will be posted via a link on [www.fundrock.com](http://www.fundrock.com) and prices can also be obtained by telephoning the Administrator on 01268 445 772\* (UK only) or +44 1268 445 772\* (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: 30 November

Annual Financial Statements year ended: 31 May

#### Distribution Payment Dates

Interim: 31 January, 30 April, 31 October (Strategic Income Fund)

Annual: 31 July

#### Significant Information

Under the UCITS V and the UCITS Remuneration Code, FundRock Partners as UCITS Manager, are required to disclose how those whose actions have a material impact on the Fund are remunerated.

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 Fund Partners and the portfolio manager is strictly controlled within certain pre-defined parameters as determined in the prospectus of each UCITS.

In its role as an 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.

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

### General Information (continued) Significant Information (continued)

May 2019	Number of Beneficiaries	Total remuneration paid	Fixed remuneration	Variable remuneration paid	Carried interest paid by the UCITS
Total remuneration paid by FP during the financial year	27	2,137,210	1,923,654	213,557	-
Remuneration paid to employees of FP who have a material impact on the risk profile of the UCITS	9	776,841	671,672	105,169	-
Senior Management	9	776,841	671,672	105,169	-
Control functions	9	776,841	671,672	105,169	-
Employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers	-	-	-	-	-

The only material change, to the adopted remuneration policy, since the previous year end, is the identification of new risk takers and inclusion of delegates required by UCITS.

#### Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Document ("KIID"), Supplementary Information Document ("SID") and the most recent interim and interim 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.

### Contact information

#### The Company and its Head Office

Volare UCITS Portfolios  
Second Floor (East),  
52-54 Gracechurch Street,  
London EC3V 0EH

Incorporated in England and Wales under registration  
number IC001079.

Website address: [www.fundrock.com](http://www.fundrock.com)  
(Authorised and regulated by the FCA)

#### Directors of the ACD

V. Ondoro (Appointed 10 January 2019)  
X. Parain (Appointed 21 January 2019)  
S. Ragozin (Appointed 23 January 2019)  
C. Spencer (Resigned 31 August 2018)  
P. Spendiff (Appointed 9 October 2018)  
R. Thomson (Resigned 25 September 2018)  
M. Wood (Resigned 17 May 2019)  
R. Wood (Resigned 3 December 2018)

#### Non-executive Directors of the ACD

M. Manassee (Resigned 17 June 2019)  
A. Roughead (Appointed 1 November 2018,  
Resigned 17 June 2019)  
M. Vareika (Appointed 20 June 2019,  
subject to FCA approval)  
E. Personne (Appointed 12 July 2019,  
subject to FCA approval)

#### Registrar

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

#### Customer Service Centre

FundRock Partners Limited  
LGT Vestra LLP,  
PO Box 12391,  
Chelmsford CM99 2EU  
Telephone: 01268 445 772\* (within UK only)  
Outside the UK: +44 1268 445 772\*  
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

#### 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)

#### Company Secretary of the ACD

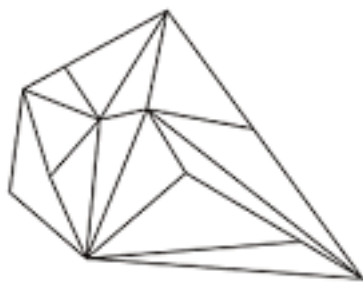
V. Ondoro

#### Depositary

Société Générale S.A. (London Branch),  
SG House, 41 Tower Hill,  
London EC3N 4SG  
(Authorised by the Prudential Regulation Authority ("PRA")  
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#### Investment Manager

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**FUNDROCK**

management company