

BlackRock.



Annual report and audited financial statements

BlackRock Dynamic Diversified
Growth Fund

For the financial year ended 28 February 2022

NM0522U-2209550-1/83

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General Information

Manager & Registrar

BlackRock Fund Managers Limited
12 Throgmorton Avenue, London EC2N 2DL

Member of The Investment Association and authorised and regulated by the Financial Conduct Authority ("FCA").

Directors of the Manager

G D Bamping*
S Corrigan
W I Cullen*
D Edgar
B Harrison (Appointed 29 April 2021)
A M Lawrence
H N Mepham
M T Zemek*

Trustee & Custodian

The Bank of New York Mellon (International) Limited
One Canada Square, London E14 5AL

Authorised by the Prudential Regulation Authority and regulated by the FCA and the Prudential Regulation Authority.

Investment Manager

BlackRock Investment Management (UK) Limited
12 Throgmorton Avenue, London EC2N 2DL

Authorised and regulated by the FCA.

Stock Lending Agent

BlackRock Advisors (UK) Limited
12 Throgmorton Avenue, London EC2N 2DL

Authorised and regulated by the FCA

Auditor

Ernst & Young LLP
Atria One, 144 Morrison Street, Edinburgh EH3 8EX

BlackRock's proxy voting agent is ISS (Institutional Shareholder Services).

This Report relates to the packaged products of and is issued by:

BlackRock Fund Managers Limited
12 Throgmorton Avenue, London EC2N 2DL
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For your protection, telephone calls are usually recorded.

* Non-executive Director.

About the Fund

BlackRock Dynamic Diversified Growth Fund (the "Fund") is a UCITS scheme under the COLL Sourcebook. The Fund was established on 30 June 2006. The Fund was previously known as Merrill Lynch Target Return Fund. The Fund changed its name to BlackRock Target Return Fund on 28 April 2008, to BlackRock Cautious Portfolio Fund on 1 May 2009 and adopted its present name with effect from 21 February 2014. The Fund's FCA product reference number is 452384.

Assessment of value

The FCA requires UK fund managers to complete an annual assessment of whether their UK authorised funds provide value for investors. BlackRock's assessment considers fund and unit class-level performance, costs and charges, and service quality, concluding with an evaluation of whether investors receive value. BlackRock has fulfilled its obligations for the reporting requirement, including assessing relevant charges, and published the annual assessment of value statements on the BlackRock website on 29 October 2021 in a composite report for all funds managed by BlackRock Fund Managers Limited subject to these requirements.

Fund Manager

As at 28 February 2022, the Fund Manager of the Fund is Adam Ryan.

Significant Events

Changes in the Directors of the Manager

B Harrison was appointed as a Director effective 29 April 2021.

Outbreak of COVID-19

The infectious respiratory illness caused by a novel coronavirus known as COVID-19 has had a profound impact on all aspects of society in recent years. The impact of this significant event on the Fund's financial risk exposure is disclosed in Note 2.

The Manager has assessed the impact of market conditions arising from the COVID-19 outbreak on the Fund's ability to meet its investment objectives. Based on the latest available information, the Fund continues to be managed in line with its investment objective, with no disruption to the operations of the Fund and the publication of net asset values.

Annual Service Charge

Effective 30 June 2021, the Annual Service Charge levied against the Fund in respect to the servicing of unitholders was reduced. The new rates are shown in the Prospectus dated 9 February 2022.

Credit Facility

The Fund entered into a credit facility with JPMorgan whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 475 million credit facility available to the Fund. The portion of the USD 475 million credit facility will be allocated to the Fund based on the credit facility agreement dated 23 April 2021. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions. Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

The credit facility was not used during the year.

Significant Events continued

Russian invasion of Ukraine

Certain financial markets have fallen towards the end of the financial year due primarily to geo-political tensions arising from Russia's invasion of Ukraine and the impact of the subsequent range of sanctions, regulations and other measures which impaired normal trading in Russian securities. The Board and the Manager continue to monitor investment performance in line with the Fund's investment objectives.

Risk and Reward Profile

Unit Class	Lower risk Typically lower rewards			Higher risk Typically higher rewards			
	←						→
A Income	1	2	3	4	5	6	7
A Accumulation	1	2	3	4	5	6	7
X Accumulation	1	2	3	4	5	6	7
D Income	1	2	3	4	5	6	7
D Accumulation	1	2	3	4	5	6	7

- The risk indicator was calculated incorporating historical or simulated historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed and may change over time.
- The lowest category does not mean risk free.
- The use of derivatives will impact the value of the Fund and may expose the Fund to a higher degree of risk. Derivatives are highly sensitive to changes in the value of the asset on which they are based and can increase the size of losses and gains, resulting in greater fluctuations in the value of the Fund. The impact to the Fund can be greater where derivatives are used in an extensive or complex way.

For more information on this, please see the Fund's Key Investor Information Documents ("KIIDs"), which are available at www.blackrock.com.

Investment Report

for the year ended 28 February 2022

Investment Objective

The aim of the Fund is to provide a return on your investment (generated through an increase in the value of the assets held by the Fund and/or income received from those assets) over the medium term (three consecutive years), which exceeds the Bank of England's Base Interest Rate by 3.5% (gross of fees).

Target benchmark	Investment management approach
Bank of England's Base Interest Rate (plus 3.5% (gross of fees))	Active

Performance Summary

The following table compares the Fund's realised performance against the performance of the relevant target benchmark during the financial year ended 28 February 2022.

The returns disclosed, based on bid-to-bid dealing prices (the price at which units are sold) and calculated net of fees, are the performance returns for the primary unit class of the Fund which has been selected as a representative unit class. The primary unit class represents the class of unit which is the highest charging unit class, free of any commissions or rebates, and is freely available. Performance returns for any other unit class can be made available on request.

	Fund return %	Target benchmark %
Class D Accumulation Units	(0.48)	3.67

All financial investments involve an element of risk. Therefore, the value of your investment and the income from it will vary and the return of your initial investment amount cannot be guaranteed. Past performance is not a guide to future performance and should not be the sole factor of consideration when selecting a product.

Global Economic Overview

Global equities, as represented by the MSCI All Country World Index ("ACWI"), posted a return of 12.34% (in British pound sterling terms) for the twelve months ended 28 February 2022. A continued recovery in consumer spending and the implementation of COVID-19 vaccination programmes led to solid economic growth during the twelve-month period. However, the surge in spending on goods and imbalances between supply and demand drove significant global inflation (rate of increase in the prices of goods and services), and the spread of highly contagious variants of COVID-19, led to setbacks in the recovery. Late in the reporting period, Russia's invasion of Ukraine drove further uncertainty in financial markets. Sanctions imposed on Russia negatively impacted businesses with ties to the region and prompted concerns about further rises in commodity prices, including energy, where Russia is one of the world's notable exporters.

The US economy, powered by a surge in consumer spending and increased international trade, grew at a fast pace in 2021, posting its highest annual growth rate since 1984. However, Japanese growth was slow, as a semiconductor shortage hindered production in its electronics and automobile industries. The UK economy contracted early in 2021 before returning to growth for the remainder of 2021, amid an increase in COVID-19 vaccinations. The Eurozone briefly entered a mild recession in early 2021 but grew modestly throughout the period.

Emerging market economies were volatile, as higher commodity prices, continued COVID-19 outbreaks and differing central bank policies led to significant variation in growth. The Chinese economy slowed amid regulatory shifts, concerns about the heavily indebted property sector and restrictions on industrial power usage. India's economy contracted sharply in the second quarter of 2021, before rebounding strongly in the third quarter, as easing lockdown restrictions led to higher consumer spending. Both Mexico and Brazil's economies grew only modestly during 2021.

Investment Report continued

As the global economy improved, the world's largest central banks began to implement various measures aimed at monetary policy tightening, in the face of rising inflation. The US Federal Reserve ("the Fed") kept interest rates near zero and maintained bond buying programmes to stabilise US Treasury and government agency debt markets. However, the Fed began reducing asset purchases in late 2021, and indicated that a series of interest rate increases were likely in 2022.

The Bank of England raised interest rates twice, as inflation reached a thirty-year high. Inflation pressure also affected the Eurozone, and while the European Central Bank ("ECB") maintained record low interest rates, it also shifted its tone by acknowledging the persistence of high inflation.

Global equity performance was mixed during the reporting period, with significant variation by size and region. The implementation of COVID-19 vaccination programmes early in the period provided a strong boost to equities. However, continued inflation pressure, amid supply chain constraints and tighter monetary policy from many central banks pressured equities in the second half of the reporting period. Equities in the US generally posted higher returns than equities in Europe, where economic growth was slower. Rising interest rates and increased uncertainty meant that the equities of larger companies generally performed better than those of smaller, growth-oriented companies. Globally, bonds and equities that factor in companies' environmental, social, and governance ("ESG") characteristics continued to attract strong investor interest. Bond issuance for ESG-related projects grew to a record in 2021 amid rising investor demand and inflows into ESG equity funds also increased, particularly in US and Asian markets.

Global corporate bond returns were negative overall, as yields (which move inversely to prices) rose. As inflation concerns increased, investors' expectations for future interest rate increases, which reduce the value of existing bonds, ramped up. Corporate bond prices fell globally as yield spreads (the difference in yield between government and corporate bonds with similar maturities) widened and investors reassessed credit conditions amid heightened uncertainty.

Yields on the 10-year US Treasury, a benchmark lending rate for the global bond market, rose significantly during the reporting period amid higher inflation and investors' expectations for future Fed interest rate increases. Yields also rose on most other government bonds, particularly UK gilts and government bonds from Europe, while Japanese government bond yields rose more slowly.

Equities in emerging markets posted a substantial decline as the US dollar strengthened and interest rates rose. Central banks in several emerging markets, such as Brazil and Mexico, raised interest rates in response to heightened inflation. In China, an abrupt regulatory shift, targeting companies in the technology, education, and gaming industries, further impacted equities negatively. Late in the reporting period, Russian equities declined significantly and the Moscow Exchange halted trading in the wake of Russia's invasion of Ukraine. Emerging market bond prices declined sharply, partly as a result of Russia's invasion of Ukraine near the end of the reporting period.

In the commodities market, supply and demand shifts induced by the COVID-19 pandemic and subsequent recovery led to a notable rise in many commodity prices. Energy commodities, which had fallen sharply in value at the beginning of the COVID-19 pandemic, rebounded due to higher demand amid a rise in industrial output, and Brent crude oil, natural gas and coal prices all rose. Sanctions on Russia further exacerbated concerns surrounding supply constraints in oil and gas commodity markets late in the reporting period. The prices of other commodities associated with Russia and Ukraine, including wheat and nickel, also rose notably. Gold prices rose as investors sought a store of value amid high inflation and geopolitical instability.

Investment Report continued

On the foreign exchanges, the US dollar rose against most other global currencies, as investors anticipated monetary tightening by the Fed early in 2022. The relatively accommodative stances of the Bank of Japan and the ECB meant that the Japanese yen and the euro both declined notably compared to the US dollar, while the British pound sterling declined less. The Chinese yuan was one of the few currencies that gained against the US dollar, supported by increasing exports and capital inflows.

Fund Performance Review and Activity

Over the financial year to 28 February 2022, the Fund's return was (0.48%), regrettably underperforming its target benchmark, which returned 3.67%.

Early in the financial year, equity markets were driven higher by strong economic data and robust corporate earnings as economies reopened. It became clear that higher inflation was likely to persist for longer than originally anticipated by many market participants. Given strong demand and supply chain disruption, key central banks signalled their intention to raise interest rates. Against this backdrop, fixed income assets struggled, and towards the end of the period, equity markets sold off. This sell off was then exacerbated by the reaction to the Russian invasion of Ukraine.

The Fund underperformed its target benchmark. Fixed income assets, volatility strategies and currency positioning were the main detractors from returns at an asset class level, offsetting the positive return from equities and alternatives. Within currency, the depreciation in sterling against key currencies, such as the US dollar, impacted returns. Volatility strategies struggled against the more stable risk backdrop into the end of 2021 as equity markets rallied.

During the financial year the following were the largest contributors to and detractors from the Fund's absolute return:

Largest Contributors		Largest Detractors	
Strategy	Effect on Fund return	Strategy	Effect on Fund return
BlackRock Systematic ESG World Equity Portfolio	0.56%	S&P 500 Futures	(0.80%)
BlackRock UK Equity Portfolio	0.54%	BlackRock Global Corporate Bond Portfolio	(0.75%)
BlackRock European Unconstrained Equity Portfolio	0.49%	Short EU-China Exposure Equity Basket	(0.69%)
Blackstone Loan Financing Limited	0.45%	BlackRock Emerging Markets Equity Income Fund	(0.37%)
US Enterprise Tech Equity Basket	0.39%	Intraday Trend Strategy	(0.36%)

The main positive contributors to the performance of the Fund over the period were the actively managed Systematic ESG World Equity portfolio, UK Equity portfolio, and the European Unconstrained Equity portfolio. These strategies benefitted from investors rotating assets back into growth oriented stocks, but they subsequently gave back some of their gains in early 2022 as this rotation reversed. The main detractors from returns included hedging positions through futures, in addition to the Short EU-China thematic equity basket. This basket of securities was a means of reflecting the portfolio manager's negative view on the outlook for EU companies with significant exposure to China, via trade or manufacturing for example. Given our expectations for the meaningful slowdown in Chinese growth to continue, we believed these companies would be adversely affected. However, given the rally in European equities that was prompted by the global economic strength outside of China, the short position undermined returns. Expectations of higher interest rates and widening credit spreads (the difference in yield between government and corporate bonds with similar maturities) towards the end of the period led to the BlackRock Global Corporate Bond Portfolio detracting from returns.

Investment Report continued

The following table details the significant portfolio weightings at 28 February 2022 and 28 February 2021:

28 February 2022		28 February 2021	
Asset Class	Gross Exposure	Asset Class	Gross Exposure
Non-Government Bonds	27.73%	Non-Government Bonds	28.85%
Developed Market Equities	26.22%	Developed Market Equities	25.77%
Cash, FX & Derivatives Cover	24.68%	Cash, FX & Derivatives Cover	20.95%
Alternatives	6.39%	Volatility & Carry Strategies	8.62%
Emerging Market Equities	5.95%	Emerging Market Equities	6.43%

Over the period we dynamically managed the underlying exposures of the Fund in order to navigate the rotations we have seen in equity markets (from cyclical and value stocks such as financials into growth stocks such as technology companies) as well as the sensitivity of the Fund to changes in interest rates.

The volatile start to 2022 has forced investors to take stock and re-evaluate the landscape. From a macro-economic perspective, the Russian invasion of Ukraine has resulted in a dramatic rise in energy prices which along with further disruption of supply chains will have a profound impact on inflation, particularly in Europe, and consequently, the economic growth outlook. Against the backdrop of a potentially lower growth environment, we prefer more defensive parts of the market and companies with strong profitability. We expect dispersion between sectors to be a key theme and, while we avoid taking directional views around geopolitical events, we will continue to dynamically manage the portfolio to balance risk and access opportunities.

Performance Record

Comparative Table

	A Income Units			A Accumulation Units		
	For the year to 28.2.2022	For the year to 28.2.2021	For the year to 29.2.2020	For the year to 28.2.2022	For the year to 28.2.2021	For the year to 29.2.2020
	Pence per unit	Pence per unit	Pence per unit	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit						
Opening net asset value per unit	135.4	122.4	120.1	155.1	139.7	136.3
Return before operating charges	0.90	15.40	4.85	0.90	17.33	5.22
Operating charges	(1.83)	(1.73)	(1.64)	(2.10)	(1.98)	(1.86)
Return after operating charges	(0.93)	13.67	3.21	(1.20)	15.35	3.36
Distributions	(1.21)	(0.67)	(0.89)	(1.33)	(0.67)	(0.89)
Retained distributions on accumulation units	N/A	N/A	N/A	1.33	0.67	0.89
Closing net asset value per unit						
After direct transaction costs of	(0.06)	(0.06)	(0.02)	(0.07)	(0.07)	(0.02)
Performance						
Return after charges ¹	(0.69)%	11.17%	2.67%	(0.77)%	10.99%	2.47%
Other information						
Closing net asset value (£000's)	69	69	139	745,418	1,191,678	1,133,005
Closing number of units	51,969	50,668	113,418	484,351,115	768,569,214	811,231,405
Operating charges ²	1.32%	1.35%	1.32%	1.32%	1.35%	1.32%
Direct transaction costs ³	0.04%	0.05%	0.02%	0.04%	0.05%	0.02%
Prices						
Highest offer unit price	147.7	144.0	133.7	169.1	164.0	151.4
Lowest bid unit price	133.2	109.9	119.9	152.4	125.4	136.0

¹ The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Performance Table and the Investment Report which are based on bid-to-bid dealing prices (the price at which units are sold).

² Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

³ Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of equity instruments, debt instruments and collective investment schemes.

See note 14 for further details.

Performance Record continued

Comparative Table continued

	X Accumulation Units			D Income Units		
	For the year to 28.2.2022	For the year to 28.2.2021	For the year to 29.2.2020	For the year to 28.2.2022	For the year to 28.2.2021	For the year to 29.2.2020
	Pence per unit	Pence per unit	Pence per unit	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit						
Opening net asset value per unit	168.1	149.9	144.8	135.0	122.1	119.9
Return before operating charges	0.46	18.30	5.14	0.54	15.01	4.43
Operating charges	(0.05)	(0.08)	(0.03)	(0.86)	(0.82)	(0.77)
Return after operating charges	0.41	18.22	5.11	(0.32)	14.19	3.66
Distributions	(3.14)	(2.33)	(2.48)	(1.86)	(1.28)	(1.45)
Retained distributions on accumulation units	3.14	2.33	2.48	N/A	N/A	N/A
Closing net asset value per unit						
After direct transaction costs of	(0.07)	(0.08)	(0.02)	(0.06)	(0.06)	(0.02)
Performance						
Return after charges ¹	0.24%	12.15%	3.53%	(0.24)%	11.62%	3.05%
Other information						
Closing net asset value (£000's)	738,070	887,958	862,683	10,036	10,002	697
Closing number of units	437,989,933	528,153,969	575,473,128	7,555,974	7,408,721	570,680
Operating charges ²	0.03%	0.05%	0.02%	0.62%	0.64%	0.62%
Direct transaction costs ³	0.04%	0.05%	0.02%	0.04%	0.05%	0.02%
Prices						
Highest offer unit price	178.8	172.2	157.4	143.1	139.6	129.8
Lowest bid unit price	166.9	134.6	144.6	133.4	109.7	119.8

¹ The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Performance Table and the Investment Report which are based on bid-to-bid dealing prices (the price at which units are sold).

² Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

³ Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of equity instruments, debt instruments and collective investment schemes.

See note 14 for further details.

Performance Record continued

Comparative Table continued

	D Accumulation Units		
	For the year to 28.2.2022	For the year to 28.2.2021	For the year to 29.2.2020
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	161.0	144.2	140.0
Return before operating charges	0.63	17.79	5.14
Operating charges	(1.03)	(0.99)	(0.90)
Return after operating charges	(0.40)	16.80	4.24
Distributions	(2.21)	(1.51)	(1.69)
Retained distributions on accumulation units	2.21	1.51	1.69
Closing net asset value per unit			
After direct transaction costs of	(0.07)	(0.07)	(0.02)
Performance			
Return after charges ¹	(0.25)%	11.65%	3.03%
Other information			
Closing net asset value (£000's)	19,131	27,260	13,526
Closing number of units	11,912,095	16,932,324	9,377,367
Operating charges ²	0.62%	0.65%	0.62%
Direct transaction costs ³	0.04%	0.05%	0.02%
Prices			
Highest offer unit price	170.6	164.9	151.5
Lowest bid unit price	159.0	129.5	139.8

¹ The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Performance Table and the Investment Report which are based on bid-to-bid dealing prices (the price at which units are sold).

² Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depository and entry/exit charges paid to an underlying collective investment scheme (if any).

³ Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of equity instruments, debt instruments and collective investment schemes.
See note 14 for further details.

Distribution Table

for the year ended 28 February 2022

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2021

Group 2 – Units purchased 1 March 2021 to 28 February 2022

	A Income Units		A Accumulation Units		X Accumulation Units		D Income Units	
	Group 1	Group 2	Group 1	Group 2	Group 1	Group 2	Group 1	Group 2
Net revenue (dividend)	1.2147	1.1178	1.3266	0.9392	3.1441	1.6271	1.8585	1.0892
Equalisation [†]	–	0.0969	–	0.3874	–	1.5170	–	0.7693
Distribution paid 30.4.2022	1.2147	1.2147	1.3266	1.3266	3.1441	3.1441	1.8585	1.8585
Distribution paid 30.4.2021	0.6675	0.6675	0.6710	0.6710	2.3290	2.3290	1.2800	1.2800

	D Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	2.2139	1.2532
Equalisation [†]	–	0.9607
Distribution paid 30.4.2022	2.2139	2.2139
Distribution paid 30.4.2021	1.5094	1.5094

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

Report on Remuneration

The below disclosures are made in respect of the remuneration policies of the BlackRock group ("BlackRock"), as they apply to BlackRock Fund Managers Limited (the "Manager"). The disclosures are made in accordance with the provisions in the UK implementation of Directive 2009/65/EC on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities ("UCITS"), as amended, including in particular by Directive 2014/91/EU of the European Parliament and of the council of 23 July 2014, (the "Directive"), the "Guidelines on sound remuneration policies under the UCITS Directive and AIFMD" issued by the European Securities and Markets Authority, the Financial Conduct Authority Handbook SYSC 19E: The UCITS Remuneration Code (the "UCITS Remuneration Code"), and COLL 4.5.7 R(7).

BlackRock's UCITS Remuneration Policy (the "UCITS Remuneration Policy") will apply to the EEA entities within the BlackRock group authorised as a manager of UCITS funds in accordance with the Directive, and will ensure compliance with the requirements of Article 14b of the Directive, and to UK entities within the BlackRock group authorised as a manager of a UK UCITS fund in accordance with the UCITS as implemented, retained and onshored in the UK.

The Manager has adopted the UCITS Remuneration Policy, a summary of which is set out below.

Remuneration Governance

BlackRock's remuneration governance in EMEA operates as a tiered structure which includes: (a) the Management Development and Compensation Committee ("MDCC") (which is the global, independent remuneration committee for BlackRock, Inc. and (b) the Manager's board of directors (the "Manager's Board"). These bodies are responsible for the determination of BlackRock's remuneration policies.

(a) MDCC

The MDCC's purposes include:

- providing oversight of:
 - BlackRock's executive compensation programmes;
 - BlackRock's employee benefit plans; and
 - such other compensation plans as may be established by BlackRock from time to time for which the MDCC is deemed as administrator;
- reviewing and discussing the compensation discussion and analysis included in the BlackRock, Inc. annual proxy statement with management and approving the MDCC's report for inclusion in the proxy statement;
- reviewing, assessing and making reports and recommendations to the BlackRock, Inc. Board of Directors (the "BlackRock, Inc. Board") as appropriate on BlackRock's talent development and succession planning, with the emphasis on performance and succession at the highest management levels; and
- supporting the boards of the Company's EMEA regulated entities in meeting their remuneration-related obligations by overseeing the design and implementation of EMEA remuneration policy in accordance with applicable regulations.

The MDCC directly retains its own independent compensation consultant, Semler Brossy Consulting Group LLC, who has no relationship with BlackRock, Inc. or the BlackRock, Inc. Board that would interfere with its ability to provide independent advice to the MDCC on compensation matters.

Report on Remuneration continued

The BlackRock, Inc. Board has determined that all of the members of the MDCC are “independent” within the meaning of the listing standards of the New York Stock Exchange (NYSE), which requires each meet a “non-employee director” standard.

The MDCC held 8 meetings during 2021. The MDCC charter is available on BlackRock, Inc.’s website (www.blackrock.com).

Through its regular reviews, the MDCC continues to be satisfied with the principles of BlackRock’s compensation policy and approach.

(b) The Manager’s Board

The Manager’s Board has the task of supervising and providing oversight of the UCITS Remuneration Policy as it applies to the Manager and its Identified Staff.

(c) Decision-making process

Remuneration decisions for employees are made once annually in January following the end of the performance year. This timing allows full-year financial results to be considered along with other non-financial goals and objectives. Although the framework for remuneration decision-making is tied to financial performance, significant discretion is used to determine individual variable remuneration based on achievement of strategic and operating results and other considerations such as management and leadership capabilities.

No set formulas are established and no fixed benchmarks are used in determining annual incentive awards. In determining specific individual remuneration amounts, a number of factors are considered including non-financial goals and objectives and overall financial and investment performance. These results are viewed in the aggregate without any specific weighting, and there is no direct correlation between any particular performance measure and the resulting annual incentive award. The variable remuneration awarded to any individual(s) for a particular performance year may also be zero.

Annual incentive awards are paid from a bonus pool.

The size of the projected bonus pool, including cash and equity awards, is reviewed throughout the year by the MDCC and the final total bonus pool is approved after year-end. As part of this review, the MDCC receives actual and projected financial information over the course of the year as well as final year-end information. The financial information that the MDCC receives and considers includes the current year projected income statement and other financial measures compared with prior year results and the current year budget. The MDCC additionally reviews other metrics of BlackRock’s financial performance (e.g., net inflows of AJM and investment performance) as well as information regarding market conditions and competitive compensation levels.

The MDCC regularly considers management’s recommendation as to the percentage of pre-incentive operating income that will be accrued and reflected as a compensation expense throughout the year for the cash portion of the total annual bonus pool (the “accrual rate”). The accrual rate of the cash portion of the total annual bonus pool may be modified by the MDCC during the year based on its review of the financial information described above. The MDCC does not apply any particular weighting or formula to the information it considers when determining the size of the total bonus pool or the accruals made for the cash portion of the total bonus pool.

Following the end of the performance year, the MDCC approves the final bonus pool amount.

As part of the year-end review process the Enterprise Risk and Regulatory Compliance departments report to the MDCC on any activities, incidents or events that warrant consideration in making compensation decisions.

Report on Remuneration continued

Individuals are not involved in setting their own remuneration.

Control functions

Each of the control functions (Enterprise Risk, Legal & Compliance, and Internal Audit) has its own organisational structure which is independent of the business units. The head of each control function is either a member of the Global Executive Committee ("GEC"), the global management committee, or has a reporting obligation to the board of directors of BlackRock Group Limited, the parent company of all of BlackRock's EMEA regulated entities, including the Manager.

Functional bonus pools are determined with reference to the performance of each individual function. The remuneration of the senior members of control functions is directly overseen by the MDCC.

Link between pay and performance

There is a clear and well defined pay-for-performance philosophy and compensation programmes which are designed to meet the following key objectives as detailed below:

- appropriately balance BlackRock's financial results between shareholders and employees;
- attract, retain and motivate employees capable of making significant contributions to the long-term success of the business;
- align the interests of senior employees with those of shareholders by awarding BlackRock Inc.'s stock as a significant part of both annual and long-term incentive awards;
- control fixed costs by ensuring that compensation expense varies with profitability;
- link a significant portion of an employee's total compensation to the financial and operational performance of the business;
- promote sound and effective risk management across all risk categories, including sustainability risk;
- discourage excessive risk-taking (sustainability related or otherwise); and
- ensure that client interests are not negatively impacted by remuneration awarded on a short-term, mid-term and/or long-term basis.

Driving a high-performance culture is dependent on the ability to measure performance against objectives, values and behaviours in a clear and consistent way. Managers use a 5-point rating scale to provide an overall assessment of an employee's performance, and employees also provide a self-evaluation. The overall, final rating is reconciled during each employee's performance appraisal. Employees are assessed on the manner in which performance is attained as well as the absolute performance itself.

In keeping with the pay-for-performance philosophy, ratings are used to differentiate and reward individual performance – but don't pre-determine compensation outcomes. Compensation decisions remain discretionary and are made as part of the year-end compensation process.

When setting remuneration levels other factors are considered, as well as individual performance, which may include:

- the performance of the Manager, the funds managed by the Manager and/or the relevant functional department;
- factors relevant to an employee individually; relationships with clients and colleagues; teamwork; skills; any conduct issues; and, subject to any applicable policy, the impact that any relevant leave of absence may have on contribution to the business);

Report on Remuneration continued

- the management of risk within the risk profiles appropriate for BlackRock's clients;
- strategic business needs, including intentions regarding retention;
- market intelligence; and
- criticality to business.

A primary product tool is risk management and, while employees are compensated for strong performance in their management of client assets, they are required to manage risk within the risk profiles appropriate for their clients. Therefore, employees are not rewarded for engaging in high-risk transactions outside of established parameters. Remuneration practices do not provide undue incentives for short-term planning or short-term financial rewards, do not reward unreasonable risk and provide a reasonable balance between the many and substantial risks inherent within the business of investment management, risk management and advisory services.

BlackRock operates a total compensation model for remuneration which includes a base salary, which is contractual, and a discretionary bonus scheme.

BlackRock operates an annual discretionary bonus scheme. Although all employees are eligible to be considered for a discretionary bonus, there is no contractual obligation to make any award to an employee under its discretionary bonus scheme. In exercising discretion to award a discretionary bonus, the factors listed above (under the heading "Link between pay and performance") may be taken into account in addition to any other matters which become relevant to the exercise of discretion in the course of the performance year.

Discretionary bonus awards for all employees, including executive officers, are subject to a guideline that determines the portion paid in cash and the portion paid in BlackRock, Inc. stock and subject to additional vesting/clawback conditions. Stock awards are subject to further performance adjustment through variation in BlackRock, Inc.'s share price over the vesting period. As total annual compensation increases, a greater portion is deferred into stock. The MDCC adopted this approach in 2006 to substantially increase the retention value and shareholder alignment of the compensation package for eligible employees, including the executive officers. The portion deferred into stock vests into three equal instalments over the three years following grant.

Supplementary to the annual discretionary bonus as described above, equity awards may be made to select individuals to provide greater linkage with future business results. These long-term incentive awards have been established individually to provide meaningful incentive for continued performance over a multi-year period recognising the scope of the individual's role, business expertise and leadership skills.

Selected senior leaders are eligible to receive performance-adjusted equity-based awards from the "BlackRock Performance Incentive Plan" ("BPIP"). Awards made from the BPIP have a three-year performance period based on a measurement of As Adjusted Operating Margin¹ and Organic Revenue Growth². Determination of pay-out will be made based on the firm's achievement relative to target financial results at the conclusion of the performance period. The maximum number of shares that can be earned is 165% of the award in those situations where both metrics achieve pre-determined financial targets. No shares will be earned where the firm's financial performance in both of the above metrics is below a pre-determined performance threshold. These metrics have been selected as key measures of shareholder value which endure across market cycles.

¹ As Adjusted Operating Margin: As reported in BlackRock's external filings, reflects adjusted Operating Income divided by Total Revenue net of distribution and servicing expenses and amortisation of deferred sales commissions.

² Organic Revenue Growth: Equal to net new base fees plus net new Aladdin revenue generated in the year (in dollars).

Report on Remuneration continued

A limited number of investment professionals have a portion of their annual discretionary bonus (as described above) awarded as deferred cash that notionally tracks investment in selected products managed by the employee. The intention of these awards is to align investment professionals with the investment returns of the products they manage through the deferral of compensation into those products. Clients and external evaluators have increasingly viewed more favourably those products where key investors have “skin in the game” through significant personal investments.

Identified Staff

The UCITS Remuneration Policy sets out the process that will be applied to identify staff as Identified Staff, being categories of staff of the Manager, including senior management, risk takers, control functions and any employee receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers, whose professional activities have a material impact on the risk profiles of the Manager or of the funds it manages.

The list of Identified Staff will be subject to regular review, being formally reviewed in the event of, but not limited to:

- organisational changes;
- new business initiatives;
- changes in significant influence function lists;
- changes in role responsibilities; and
- revised regulatory direction.

Quantitative Remuneration Disclosure

The Manager is required under the Directive to make quantitative disclosures of remuneration. These disclosures are made in line with BlackRock’s interpretation of currently available regulatory guidance on quantitative remuneration disclosures. As market or regulatory practice develops BlackRock may consider it appropriate to make changes to the way in which quantitative remuneration disclosures are calculated. Where such changes are made, this may result in disclosures in relation to a fund not being comparable to the disclosures made in the prior year, or in relation to other BlackRock fund disclosures in that same year.

Disclosures are provided in relation to (a) the staff of the Manager; (b) staff who are senior management; and (c) staff who have the ability to materially affect the risk profile of the Fund, including individuals who, although not directly employed by the Manager, are assigned by their employer to carry out services directly for the Manager.

All individuals included in the aggregated figures disclosed are rewarded in line with BlackRock’s remuneration policy for their responsibilities across the relevant BlackRock business area. As all individuals have a number of areas of responsibilities, only the portion of remuneration for those individuals’ services attributable to the Fund is included in the aggregate figures disclosed.

Members of staff and senior management of the Manager typically provide both UCITS and non-UCITS related services in respect of multiple funds, clients and functions of the Manager and across the broader BlackRock group. Therefore, the figures disclosed are a sum of each individual’s portion of remuneration attributable to the Manager according to an objective apportionment methodology which acknowledges the multiple-service nature of the Manager. Accordingly the figures are not representative of any individual’s actual remuneration or their remuneration structure.

Report on Remuneration continued

The amount of the total remuneration awarded by the Manager to its staff which has been attributed to the Manager's UCITS-related business in respect of the Manager's financial year ending 31 December 2021 is GBP 26.0 million. This figure is comprised of fixed remuneration of GBP 2.1 million and variable remuneration of GBP 23.9 million. There were a total of 87 beneficiaries of the remuneration described above.

The amount of the aggregate remuneration awarded by the Manager, which has been attributed to the Manager's UCITS-related business in respect of the Manager's financial year ending 31 December 2021, to its senior management was GBP 0.1 million, and to other members of its staff whose actions have a material impact on the risk profile of the Fund was GBP 25.9 million.

Portfolio Statement

at 28 February 2022

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
EQUITIES – 25.78%; 28.2.2021 21.09%			
Australia – 0.22%; 28.2.2021 0.18%			
17,684	Aristocrat Leisure	355	0.02
683	Atlasian	152	0.01
24,211	Aurizon	46	0.00
6,135	Brambles	33	0.00
3,952	Coles	37	0.00
946	CSL	132	0.01
8,065	Harvey Norman ^o	23	0.00
1,018	JB Hi-Fi ^o	27	0.00
3,204	QBE Insurance	20	0.00
2,296	REA	163	0.01
475,344	Santos	1,856	0.12
42,900	South32	111	0.01
34,161	Stockland	76	0.01
31,266	Woodside Petroleum	481	0.03
		3,512	0.22
Austria – 0.10%; 28.2.2021 0.02%			
64,621	ams-OSRAM ^o	734	0.05
7,192	Andritz	235	0.02
2,416	Raiffeisen Bank International	30	0.00
18,572	S&T ^o	216	0.01
3,924	Verbund	338	0.02
		1,553	0.10
Belgium – 0.03%; 28.2.2021 0.03%			
3,301	Anheuser-Busch InBev	155	0.01
937	Groupe Bruxelles Lambert	72	0.01
416	Telenet	11	0.00
6,506	Umicore	198	0.01
		436	0.03
Bermuda – 0.00%; 28.2.2021 0.03%			
Brazil – 0.02%; 28.2.2021 0.00%			
21,182	SLC Agricola	134	0.01
10,103	Suzano	80	0.01
		214	0.02
Canada – 0.45%; 28.2.2021 0.29%			
15,025	Brookfield Infrastructure	771	0.05
21,451	Cameco	354	0.02
20,309	Crescent Point Energy	101	0.01
145	FirstService	15	0.00
5,193	Great-West Lifeco	115	0.01
10,009	Hydro One	182	0.01
1,558	Intact Financial	165	0.01
29,671	Manulife Financial	444	0.03

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
424	National Bank of Canada	25	0.00
19,804	Nutrien	1,182	0.08
73,957	Pembina Pipeline ^o	1,822	0.12
3,513	Royal Bank of Canada	286	0.02
251	Shopify	122	0.01
14,878	Sierra Wireless	201	0.01
10,142	Toronto-Dominion Bank	615	0.04
598	Tourmaline Oil	17	0.00
49,836	Western Forest Products	60	0.00
15,807	Wheaton Precious Metals	513	0.03
		6,990	0.45
Chile – 0.00%; 28.2.2021 0.00%			
2,689	Antofagasta	40	0.00
Denmark – 0.58%; 28.2.2021 0.39%			
9	AP Moller - Maersk	20	0.00
56	AP Moller - Maersk	133	0.01
743	Carlsberg	79	0.01
10,804	Chr Hansen	582	0.04
206	Coloplast	23	0.00
65	Genmab	16	0.00
56,960	Novo Nordisk	4,330	0.29
14,190	Novozymes ^o	686	0.05
8,738	Orsted	812	0.05
3,320	ROCKWOOL International ^o	858	0.06
44,620	Vestas Wind Systems	1,091	0.07
		8,630	0.58
Finland – 0.38%; 28.2.2021 0.32%			
43,647	Kone	1,892	0.13
74,786	Neste ^o	2,076	0.14
23,507	Nokia	93	0.01
13,723	Nordea Bank	111	0.01
3,670	Outokumpu	16	0.00
49,420	Stora Enso	700	0.05
23,948	UPM-Kymmene	620	0.04
		5,508	0.38
France – 1.06%; 28.2.2021 0.91%			
482	Amundi	25	0.00
10,264	AXA	203	0.01
4,433	Constellium	63	0.00
1,481	Electricite de France	10	0.00
8,230	Engie	96	0.01
16,473	Fermentalg	35	0.00
16,473	Fermentalg Rights 31/12/2049 ¹	–	0.00
2,440	Hermes International	2,462	0.16
779	Imerys	25	0.00
564	Kering	290	0.02

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
897	Legrand	63	0.00
9,554	L'Oreal	2,770	0.18
7,730	LVMH Moet Hennessy Louis Vuitton	4,130	0.27
1,763	Pernod Ricard	285	0.02
3,665	Rubis ^o	85	0.01
5,351	Sartorius Stedim Biotech	1,558	0.10
11,862	Schneider Electric	1,354	0.09
1,742	Societe Generale	37	0.00
102	Teleperformance	28	0.00
2,695	Valeo	43	0.00
74,874	Veolia Environnement	1,946	0.13
24,067	Worldline ^o	929	0.06
		16,437	1.06

Germany – 0.57%; 28.2.2021 0.65%

280	Allianz	47	0.00
357	Aurubis	31	0.00
359	Bayerische Motoren Werke	21	0.00
2,872	Bayerische Motoren Werke	201	0.01
1,900	Deutsche Bank	17	0.00
558	Deutsche Boerse ^o	71	0.01
1,550	Deutsche Post	57	0.00
9,577	Evonik Industries	215	0.01
27,705	Infineon Technologies	695	0.05
1,000	Mercedes-Benz	57	0.00
96,292	Nordex ^o	1,341	0.09
2,179	Rational	1,183	0.08
4,821	SAP	404	0.03
47	Sartorius	15	0.00
12,340	Siemens	1,290	0.09
23,665	SMA Solar Technology ^o	672	0.04
10,068	Software ^o	284	0.02
21,872	Symrise	1,959	0.13
6,992	thyssenkrupp	55	0.00
1,159	Volkswagen	170	0.01
92	Zalando	4	0.00
		8,789	0.57

Hong Kong – 0.05%; 28.2.2021 0.04%

49,400	AIA	383	0.03
66,500	BOC Hong Kong	179	0.01
88,000	Digital China	36	0.00
60	Hutchison Port Trust [^]	–	0.00
72,200	Swire Properties	140	0.01
1,500	Techtronic Industries	19	0.00
		757	0.05

Ireland – 0.30%; 28.2.2021 0.20%

1,171	Accenture	277	0.02
670	Flutter Entertainment	71	0.00
2,595	James Hardie Industries	62	0.00

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
15,440	Kingspan	1,101	0.07
31,913	Kingspan	2,281	0.15
4,254	Medtronic	333	0.02
17,363	Smurfit Kappa	645	0.04
		4,770	0.30

Israel – 0.05%; 28.2.2021 0.02%

65,013	Bank Hapoalim	506	0.03
29,331	ICL	245	0.02
		751	0.05

Italy – 0.23%; 28.2.2021 0.20%

27,096	Enel	147	0.01
15,986	Ferrari	2,512	0.17
44,391	Intesa Sanpaolo	86	0.01
5,310	Iveco	32	0.00
102,798	Terna - Rete Elettrica Nazionale ^o	620	0.04
4,997	Unipol Gruppo	19	0.00
		3,416	0.23

Japan – 0.66%; 28.2.2021 0.39%

1,000	Advantest	59	0.00
9,900	Amada ^o	65	0.00
52,300	Asahi Kasei	364	0.02
6,100	Astellas Pharma	76	0.01
300	Azbil	8	0.00
2,900	Bridgestone	89	0.01
3,700	Chugai Pharmaceutical	91	0.01
900	CyberAgent	9	0.00
2,100	Daikin Industries	287	0.02
1,000	Ebara	39	0.00
466,800	Eneos ^o	1,368	0.09
2,500	FUJIFILM	117	0.01
1,300	Fujitsu	139	0.01
12,700	Honda Motor	289	0.02
300	Hoya	29	0.00
36,000	Idemitsu Kosan ^o	715	0.05
3,300	Inpex	25	0.00
2,200	ITOCHU	53	0.00
18,500	Japan Post	114	0.01
900	Kao	31	0.00
3,700	KDDI	90	0.01
3,300	Komatsu	56	0.00
6,100	Mitsubishi Materials	82	0.01
3,600	Mitsui Mining & Smelting ^o	78	0.01
6,100	Nikon	47	0.00
2,000	Nitto Denko	108	0.01
177,000	Oji	671	0.04
16,900	Omron	846	0.06
8,700	Recruit	271	0.02
102,900	Renasas Electronics	890	0.06

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
	800 Secom	44	0.00
	3,800 Sega Sammy	51	0.00
	9,800 Sekisui House	148	0.01
	200 Shin-Etsu Chemical	23	0.00
	2,400 SoftBank	79	0.01
	4,900 SoftBank	46	0.00
	89,200 Sumitomo Chemical	316	0.02
	50,900 Sumitomo Forestry	727	0.05
	3,300 Sumitomo Mitsui Financial	88	0.01
	900 Sysmex	53	0.00
	300 TDK	9	0.00
	10,800 Teijin ^o	96	0.01
	3,900 Terumo	93	0.01
	1,200 Tokyo Electron	432	0.03
	8,800 Tokyo Gas	133	0.01
	6,400 Toray Industries	27	0.00
	10,000 Yamada	26	0.00
	1,800 Yamaha Motor	30	0.00
	10,900 Yaskawa Electric ^o	322	0.02
	3,200 ZOZO	67	0.00
		9,916	0.66
Macau – 0.00%; 28.2.2021 0.00%			
Netherlands – 0.79%; 28.2.2021 0.56%			
	321 Adyen	491	0.03
	16,116 ASML	7,722	0.51
	526 ASR Nederland	17	0.00
	3,863 Corbion	106	0.01
	1,267 JDE Peet's	31	0.00
	7,172 Koninklijke DSM	989	0.07
	11,171 Koninklijke Philips	280	0.02
	39,651 Koninklijke Vopak	1,071	0.07
	6,584 NXP Semiconductors	931	0.06
	2,804 Stellantis	37	0.00
	4,935 Wolters Kluwer	372	0.02
		12,047	0.79
New Zealand – 0.01%; 28.2.2021 0.01%			
	5,011 Contact Energy	20	0.00
	7,778 Fisher & Paykel Healthcare	108	0.01
	12,042 Mercury NZ	35	0.00
	8,993 Meridian Energy	22	0.00
		185	0.01
Norway – 0.30%; 28.2.2021 0.15%			
	67,752 Equinor	1,602	0.11
	46,064 Mowi	869	0.06
	37,011 Nordic Semiconductor	725	0.05

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
	2,203 Norway Royal Salmon	37	0.00
	34,069 TOMRA Systems	1,177	0.08
		4,410	0.30
Poland – 0.00%; 28.2.2021 0.03%			
Portugal – 0.06%; 28.2.2021 0.04%			
	102,680 Galp Energia SGPS	831	0.06
Singapore – 0.01%; 28.2.2021 0.02%			
	6,500 Oversea-Chinese Banking	42	0.00
	142,800 Singapore Telecommunications	198	0.01
	2,300 United Overseas Bank	38	0.00
		278	0.01
South Korea – 0.02%; 28.2.2021 0.00%			
	276 Samsung Electronics ^o	309	0.02
Spain – 0.14%; 28.2.2021 0.13%			
	23,414 Banco Bilbao Vizcaya Argentina	101	0.01
	83,926 Banco Santander	206	0.01
	24,847 EDP Renovaveis	440	0.03
	19,826 Iberdrola ^o	166	0.01
	18,946 Industria de Diseno Textil	363	0.02
	48,709 Siemens Gamesa Renewable Energy ^o	830	0.06
		2,106	0.14
Sweden – 0.57%; 28.2.2021 0.44%			
	106,602 Assa Abloy	2,069	0.14
	2,777 Atlas Copco	106	0.01
	3,365 Boliden	111	0.01
	247,522 Hexagon	2,437	0.16
	18,336 Holmen ^o	674	0.04
	1,330 Investor	21	0.00
	15,119 Lundin Energy	411	0.03
	212,268 Nibe Industrier	1,387	0.09
	1,353 Saab	30	0.00
	269 Spotify Technology	30	0.00
	62,761 Svenska Cellulosa	774	0.05
	9,859 Tele2	97	0.01
	59,038 Telefonaktiebolaget LM Ericsson	411	0.03
		8,558	0.57
Switzerland – 0.62%; 28.2.2021 0.42%			
	51,367 ABB	1,274	0.08
	3,293 Adecco	115	0.01

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
244	Baloise	30	0.00
2	Chocoladefabriken Lindt & Spruengli	16	0.00
118	Givaudan	364	0.02
4,715	Lonza	2,437	0.16
28,531	Nestle	2,741	0.18
93	SGS ^o	198	0.01
33,103	SIG Combibloc	550	0.04
874	Sika ^o	216	0.01
28,331	STMicroelectronics	878	0.06
338	Swatch AG/The	77	0.01
1,175	Swiss Re	83	0.01
5,686	UBS	76	0.01
1,283	VAT	356	0.02
		9,411	0.62
Taiwan – 0.05%; 28.2.2021 0.00%			
9,096	Taiwan Semiconductor Manufacturing	740	0.05
United Kingdom – 7.39%; 28.2.2021 7.19%			
340,000	3i	4,437	0.29
105,010	AstraZeneca	9,454	0.63
724,856	Auto Trader	4,819	0.32
1	BFM SPREAD ADJ	–	0.00
164,141	Biffa	527	0.04
1,705,962	BP	6,043	0.40
116,800	British American Tobacco	3,810	0.25
7,503	British Land	39	0.00
185,000	Capital & Counties Properties	305	0.02
439,400	Capricorn Energy	965	0.06
26,552	CNH Industrial	276	0.02
1,520	Coca-Cola Europacific Partners	60	0.00
457,809	Compass	7,813	0.52
615	Croda International	45	0.00
3,264	Diageo	121	0.01
71,050	Ferguson	8,036	0.53
1	GBP ADJ	–	0.00
12,108	GlaxoSmithKline	187	0.01
7,456	Halma	177	0.01
135,400	Hargreaves Lansdown	1,505	0.10
7,606	HomeServe	51	0.00
3,915	Howden Joinery	33	0.00
70,006	ITV	77	0.01
55,383	J Sainsbury	151	0.01
1,152	Janus Henderson	29	0.00
176,568	Johnson Matthey	3,180	0.21
37,925	Kingfisher	113	0.01
63	Linde	14	0.00
422,954	Lloyds Banking	201	0.01
88,478	London Stock Exchange ^o	5,774	0.38

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
938,709	Melrose Industries	1,363	0.09
8	Micro Focus International ^o	–	0.00
6,359	National Grid	71	0.00
47,513	NatWest	107	0.01
110,700	Next	7,463	0.49
122,410	Oxford Nanopore Technologies ^o	569	0.04
172,965	Patisserie ²	–	0.00
12,380	Pennon	127	0.01
27,492	Pentair	1,180	0.08
98,300	Reckitt Benckiser	6,209	0.41
448,418	RELX ^o	10,202	0.67
417,930	Rentokil Initial	2,099	0.14
596,000	Rightmove	3,979	0.26
107,700	Rio Tinto	6,115	0.40
1,175,506	Serco	1,532	0.10
275,000	Smith & Nephew	3,631	0.24
25,929	Spirax-Sarco Engineering	3,056	0.20
121,890	Spirent Communications	291	0.02
16,527	SSE	277	0.02
948,202	Standard Chartered	5,103	0.34
20,661	Taylor Wimpey	30	0.00
450	Unilever	17	0.00
21,698	United Utilities	228	0.02
106,034	Vodafone	140	0.01
		112,031	7.39
United States of America – 11.12%; 28.2.2021 8.43%			
3,664	3M	409	0.03
4,548	A O Smith	232	0.02
27,946	A10 Networks	289	0.02
301	Abbott Laboratories	27	0.00
3,384	AbbVie	376	0.03
4,819	Adobe	1,645	0.11
28,966	Advanced Micro Devices	2,561	0.17
5,394	AECOM	294	0.02
2,736	Agco	237	0.02
5,415	Agilent Technologies	535	0.04
980	Align Technology	367	0.02
5,415	Ally Financial	200	0.01
391	Alphabet	772	0.05
1,897	Alphabet	3,741	0.25
3,871	Altice USA	33	0.00
1,756	Amazon.com	3,957	0.26
7,188	Ambarella	721	0.05
5,771	Ameresco ^o	244	0.02
3,699	American Express	526	0.04
422	American Tower	73	0.01
9,240	American Water Works	1,046	0.07
1,181	Amgen	199	0.01
14,446	Analog Devices	1,717	0.11

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
10,241	Ansys	2,433	0.16
784	Anthem	264	0.02
	1 Apartment Income REIT [^]	–	0.00
	1 Apartment Investment and Management [^]	–	0.00
52,285	Apple	6,331	0.42
15,819	AquaBounty Technologies	16	0.00
16,050	Archer-Daniels-Midland	935	0.06
9,133	Arista Networks	825	0.05
5,964	Aspen Technology	656	0.04
17,635	AT&T	312	0.02
	324 Automatic Data Processing	49	0.00
	501 Axon Enterprise	49	0.00
3,344	Badger Meter	245	0.02
25,925	Bank of America	857	0.06
1,617	Berkshire Hathaway	382	0.03
4,645	Beyond Meat ^o	151	0.01
454	Biogen	70	0.00
3,847	Block	335	0.02
166	Booking	277	0.02
14,492	Booz Allen Hamilton	820	0.05
1,138	BorgWarner	35	0.00
3,885	Brixmor Property	73	0.01
4,375	Broadcom	1,887	0.13
6,855	Brown-Forman	338	0.02
12,639	Bunge	981	0.07
10,412	Cadence Design Systems	1,165	0.08
14,294	California Water Service	594	0.04
4,145	Campbell Soup	140	0.01
2,050	Capital One Financial	232	0.02
11,139	CatchMark Timber Trust	64	0.00
2,398	Caterpillar	330	0.02
2,104	CBRE	152	0.01
21,736	CECO Environmental	89	0.01
11,396	Ceva ^o	333	0.02
4,043	CH Robinson Worldwide	290	0.02
	630 Charles Schwab	40	0.00
23,905	Cheniere Energy	2,277	0.15
	1,279 Cigna	220	0.01
	931 Cirrus Logic	60	0.00
50,939	Cisco Systems	2,113	0.14
6,225	Citigroup	283	0.02
12,405	Coca-Cola	578	0.04
7,840	Colgate-Palmolive	457	0.03
17,227	Comcast	600	0.04
129,827	CommScope	948	0.06
	1,520 Conagra Brands	40	0.00
177,293	Conduent	663	0.04
	2,220 Consolidated Edison	142	0.01
44,177	Corteva	1,687	0.11
	1,442 Costco Wholesale	551	0.04

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
	229 Coupa Software	19	0.00
3,149	Crown Castle International	391	0.03
483	Cummins	73	0.01
4,753	CVS Health	367	0.02
1,652	Danaher	341	0.02
9,220	Deere	2,351	0.16
9,897	Dell Technologies	375	0.03
904	Devon Energy	37	0.00
446	Dexcom	135	0.01
11,356	Digi International	167	0.01
	967 Discover Financial Services	88	0.01
29,323	Donaldson	1,170	0.08
2,132	Dover	250	0.02
2,257	Eaton	256	0.02
8,679	Ecolab	1,155	0.08
1,097	Edison International	51	0.00
220	Edwards Lifesciences	18	0.00
916	Eli Lilly &	171	0.01
5,040	Emerson Electric	344	0.02
3,289	EnerSys	178	0.01
1,872	Entergy	147	0.01
48,690	EOG Resources	3,862	0.26
122	EPAM Systems	34	0.00
1,489	Equifax	240	0.02
76	Equinix	40	0.00
34,575	Essential Utilities	1,215	0.08
876	Estee Lauder Cos	193	0.01
179	Etsy ^o	19	0.00
739	Eversource Energy	45	0.00
61,697	Evoqua Water Technologies	1,959	0.13
4,598	Expeditors International of Washington	358	0.02
4,693	Exxon Mobil	271	0.02
6,164	F5	918	0.06
2,459	Fair Isaac	857	0.06
620	FedEx	101	0.01
5,462	Fidelity National Information Services	391	0.03
897	First Republic Bank/CA	113	0.01
16,866	First Solar	862	0.06
3,927	Fortinet	932	0.06
2,491	Fox	71	0.00
3,149	Fox	97	0.01
3,833	General Electric	272	0.02
2,316	Gilead Sciences	105	0.01
2,087	Global Water Resources	24	0.00
145	Goldman Sachs	37	0.00
51,445	Graphic Packaging	768	0.05
2,318	H&R Block	42	0.00
24,162	Hain Celestial	650	0.04
148,449	Halliburton	3,550	0.23

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
	302 HEICO ^o	32	0.00
	1,227 HEICO	108	0.01
	5,418 Hershey	823	0.05
	13,502 Hewlett Packard Enterprise	159	0.01
	3,576 Home Depot	835	0.06
	3,738 HP	95	0.01
	134 HubSpot	51	0.00
	10,395 Huntington Bancshares	119	0.01
	765 IDEXX Laboratories	295	0.02
	1,208 Illinois Tool Works	195	0.01
	374 Illumina	91	0.01
	48,104 Intel	1,695	0.11
	3,411 Intercontinental Exchange	324	0.02
	13,129 International Business Machines	1,207	0.08
	4,506 Intuit	1,607	0.11
	1,704 Invesco	27	0.00
	8,543 Johnson & Johnson	1,055	0.07
	1,257 Johnson Controls International	60	0.00
	155 Jones Lang LaSalle	28	0.00
	3,663 JPMorgan Chase	399	0.03
	47,058 Juniper Networks	1,192	0.08
	2,043 Kellogg	100	0.01
	3,131 Keysight Technologies	368	0.02
	286,234 Kinder Morgan	3,609	0.24
	104 Lam Research	43	0.00
	142 Landstar System ^o	17	0.00
	419 Lennox International	82	0.01
	1,978 Levi Strauss &	33	0.00
	915 Lindsay	89	0.01
	2,972 Lowe's Cos	479	0.03
	156 Manhattan Associates	15	0.00
	467 ManpowerGroup	37	0.00
	1,820 Marsh & McLennan Cos	209	0.01
	14,539 Marvell Technology	723	0.05
	2,373 Masco	99	0.01
	4,348 Masimo	491	0.03
	4,686 MasTec	271	0.02
	14,226 Mastercard	3,853	0.26
	2,301 McDonald's ^o	425	0.03
	1,461 McKesson	297	0.02
	8,640 Merck &	490	0.03
	11,657 Meta Platforms	1,796	0.12
	10,863 MetLife	548	0.04
	325 Mettler-Toledo International	346	0.02
	16,347 Microchip Technology	858	0.06
	17,939 Micron Technology	1,179	0.08
	28,328 Microsoft	6,186	0.41
	388 Moderna	43	0.00
	100 Molina Healthcare	24	0.00
	5,310 Molson Coors Beverage	208	0.01

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
	1,534 Moody's	365	0.02
	313 Motorola Solutions	51	0.00
	1,306 MP Materials	44	0.00
	11,450 NetApp	675	0.04
	34 NextEra Energy	2	0.00
	396 NIKE	40	0.00
	13,971 Nvidia	2,441	0.16
	15,169 Occidental Petroleum	431	0.03
	626 Okta	81	0.01
	9,966 ON Semiconductor	458	0.03
	1,057 Oneok	50	0.00
	18,532 Oracle	1,046	0.07
	71 Otis Worldwide	4	0.00
	6,884 Packaging of America	763	0.05
	2,390 Palo Alto Networks	998	0.07
	1,265 PayPal	102	0.01
	1,610 Pfizer	57	0.00
	13,525 Pioneer Natural Resources	2,293	0.15
	280 PNC Financial Services	42	0.00
	609 Procter & Gamble	72	0.01
	2,221 Prologis	244	0.02
	237 Prudential Financial	20	0.00
	9,143 PTC	748	0.05
	1,151 PVH	84	0.01
	7,299 Qorvo	735	0.05
	10,603 Qualcomm	1,325	0.09
	4,419 Quanta Services	351	0.02
	2,090 Ralph Lauren	205	0.01
	54,034 Rambus	1,076	0.07
	26,196 Rayonier ^o	761	0.05
	129 Regeneron Pharmaceuticals	59	0.00
	8,424 Regions Financial	150	0.01
	1,926 Reliance Steel & Aluminum	260	0.02
	15,336 Republic Services	1,373	0.09
	38,335 Resideo Technologies	712	0.05
	968 RingCentral	91	0.01
	903 Robert Half International	81	0.01
	1,532 Rockwell Automation ^o	304	0.02
	282 Roper Technologies	94	0.01
	3,178 Ryder System	181	0.01
	10,087 S&P Global ^o	2,827	0.19
	70,530 Sabre	578	0.04
	9,484 salesforce.com	1,451	0.10
	608 SBA Communications	138	0.01
	123,687 Schlumberger	3,592	0.24
	11,246 Seagate Technology	863	0.06
	730 Sempra Energy	77	0.01
	3,324 Service International/US	150	0.01
	886 ServiceNow	377	0.03
	8,141 Silicon Laboratories	913	0.06
	2,022 Simon Property	206	0.01

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
2,599	Sims	25	0.00
31,417	Sirius XM	143	0.01
526	SiteOne Landscape Supply	66	0.00
7,481	Skyworks Solutions	761	0.05
544	Snap-on	85	0.01
3,394	Splunk	301	0.02
5,343	SPX Flow	340	0.02
17,193	Sunrun	303	0.02
7,430	Synchrony Financial	235	0.02
1,884	Target	277	0.02
3,278	TE Connectivity ^o	348	0.02
1,235	Tesla	724	0.05
13,580	Tetra Tech	1,566	0.10
9,910	Texas Instruments	1,241	0.08
463	Travel + Leisure	19	0.00
3,883	Travelers Cos	498	0.03
17,601	Trimble	903	0.06
5,272	Truist Financial	244	0.02
855	Twitter	22	0.00
3,561	UGI	102	0.01
68	Ulta Beauty	19	0.00
3,218	United Parcel Service	499	0.03
442	United Rentals	102	0.01
595	UnitedHealth	209	0.01
3,389	US Bancorp	143	0.01
382	Valero Energy	24	0.00
2,941	Valvoline	72	0.01
78,733	Velodyne Lidar ^o	215	0.01
22,947	VeriSign	3,632	0.24
6,292	Verizon Communications	253	0.02
248	Vertex Pharmaceuticals	42	0.00
12,298	Visa	1,987	0.13
11,277	Vivint Smart Home ^o	60	0.00
8,326	VMware	725	0.05
2,089	Voya Financial	105	0.01
122,871	Vuzix ^o	489	0.03
4,408	Walmart	447	0.03
2,080	Waste Management	224	0.02
13,425	Watts Water Technologies	1,461	0.10
3,978	Wells Fargo	158	0.01
457	Western Union ^o	6	0.00
19,825	Westrock	674	0.04
28,008	Weyerhaeuser	808	0.05
73,648	Williams Cos	1,674	0.11
1,663	Workday	274	0.02
830	WW Grainger	293	0.02
16,346	Xylem	1,093	0.07
2,857	Zebra Technologies	876	0.06
3,833	Zoetis	552	0.04
		167,355	11.12

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
BONDS – 23.39%; 28.2.2021 30.40%			
Canadian Dollar Denominated Corporate Bonds – 0.23%; 28.2.2021 0.39%			
CA\$436,000	Anheuser-Busch InBev Finance 4.32% 15/5/2047	248	0.02
CA\$426,000	AT&T 2.85% 25/5/2024	251	0.02
CA\$350,000	Bell Telephone of Canada or Bell Canada/The 4.35% 18/12/2045	199	0.01
CA\$550,000	Bell Telephone of Canada or Bell Canada/The 4.45% 27/2/2047	317	0.02
CA\$470,000	Enbridge 3.2% 8/6/2027	274	0.02
CA\$660,000	Rogers Communications 3.25% 1/5/2029	376	0.02
CA\$540,000	Rogers Communications 4% 13/3/2024	324	0.02
CA\$160,000	Rogers Communications 6.11% 25/8/2040	107	0.01
CA\$730,000	Rogers Communications 6.56% 22/3/2041	514	0.03
CA\$460,000	TELUS 4.4% 29/1/2046	259	0.02
CA\$260,000	TELUS 4.4% 29/1/2046	147	0.01
CA\$40,000	TELUS 4.7% 6/3/2048	24	0.00
CA\$660,000	TransCanada PipeLines 3.39% 15/3/2028	388	0.02
CA\$177,000	TransCanada PipeLines 4.35% 6/6/2046	97	0.01
		3,525	0.23
Euro Denominated Bonds – 0.44%; 28.2.2021 0.00%			
€795,918	AERNNOVA AEROSPACE 3% BDS 20/02/2027 TL 3% 20/2/2027	626	0.04
€204,082	AERNNOVA AEROSPACE 3% BDS 20/02/2027 TL 3% 20/2/2027	161	0.01
€1,000,000	AREAS WORLDWIDE / FINA 4.75% BDS 01/07/2026 TL 4.75% 1/7/2026	768	0.05
€1,000,000	Caldic Investments FRN 18/07/2024 TL 2.75% 18/7/2024	834	0.06
€2,000,000	Median FRN 14/10/2027 TL 0% 14/10/2027	1,622	0.11
€1,000,000	ÖBERTHUR TECHNOLOGIES GRO 0% BDS 09/01/2026 TL 0% 9/1/2026	831	0.05
€1,000,000	PARQUES REUNIDOS(PIOLI) 3.75% BDS 16/09/2026 TL 3.75% 16/9/2026	813	0.05

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€1,200,000	Wella Rainbow 3.75% BDS 28/01/2029 TL 3.75% 28/1/2029	1,001	0.07
		6,656	0.44

Euro Denominated Corporate Bonds – 8.92%; 28.2.2021 9.80%

€600,000	ABN AMRO Bank 1.25% 20/1/2034	466	0.03
€625,000	AIB 2.875% 30/5/2031	520	0.03
€500,000	Air France-KLM 3.875% 1/7/2026	397	0.03
€120,000	Air Products and Chemicals 0.8% 5/5/2032	94	0.01
€600,000	Aker BP 1.125% 12/5/2029	469	0.03
€300,000	Allianz 2.121% 8/7/2050	244	0.02
€400,000	Allianz 5.625% 17/10/2042	345	0.02
€107,000	Allied Universal Holdco LLC/Allied Universal Finance Corp/Atlas Luxco 4 Sarl 3.625% 1/6/2028	84	0.01
€202,000	Alltice Financing 4.25% 15/8/2029	152	0.01
€367,000	Alltice France SA/France 4.25% 15/10/2029	281	0.02
€1,100,000	Alltice France SA/France 5.875% 1/2/2027	942	0.06
€400,000	Altria 3.125% 15/6/2031	337	0.02
€1,600,000	Amadeus IT 0.048% 25/1/2024	1,341	0.09
€220,000	American Tower 0.4% 15/2/2027	172	0.01
€1,000,000	American Tower 0.45% 15/1/2027	787	0.05
€960,000	American Tower 0.5% 15/1/2028	742	0.05
€650,000	American Tower 0.875% 21/5/2029	499	0.03
€600,000	ams-OSRAM 0% 5/3/2025	434	0.03
€1,700,000	Argenta Spaarbank 1.375% 8/2/2029	1,369	0.09
€220,000	Asahi 0.155% 23/10/2024	181	0.01
€1,280,000	ASTM 2.375% 25/11/2033	977	0.06
€763,000	AT&T 1.8% 5/9/2026	658	0.04
€500,000	AT&T 2.45% 15/3/2035	425	0.03
€175,000	AT&T 2.6% 19/5/2038	151	0.01
€300,000	AT&T 3.15% 4/9/2036	275	0.02
€1,300,000	Autostrade per l'Italia 1.625% 12/6/2023	1,090	0.07
€225,000	Autostrade per l'Italia 1.625% 25/1/2028	178	0.01
€187,000	Autostrade per l'Italia 2% 4/12/2028	149	0.01

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€200,000	Autostrade per l'Italia 2% 15/1/2030	154	0.01
€550,000	AXA 1.875% 10/7/2042	425	0.03
€725,000	Banco BPM 3.375% 19/1/2032	575	0.04
€100,000	Banco de Sabadell 2.5% 15/4/2031	78	0.00
€200,000	Banco Santander 4.375% Perpetual 14/4/2170	160	0.01
€200,000	Banijay SAS 6.5% 1/3/2026	165	0.01
€1,500,000	Bank of America 0.75% 26/7/2023	1,263	0.08
€700,000	Banque Federative du Credit Mutuel 0.625% 3/11/2028	548	0.04
€500,000	Banque Federative du Credit Mutuel 1.125% 19/1/2032	393	0.03
€430,000	Barclays 0.577% 9/8/2029	330	0.02
€550,000	Barclays 0.577% 9/8/2029	422	0.03
€1,090,000	Barclays 0.877% 28/1/2028	874	0.06
€250,000	Barclays 1.106% 12/5/2032	192	0.01
€1,300,000	BAT International Finance 2.25% 16/1/2030	1,026	0.07
€700,000	BAWAG 1.875% 23/9/2030	570	0.04
€1,600,000	BAWAG 2.375% 26/3/2029	1,346	0.09
€500,000	Bayer 0.75% 6/1/2027	407	0.03
€1,900,000	Bayer 2.375% 2/4/2075	1,587	0.10
€600,000	Bayer 2.375% 12/11/2079	484	0.03
€293,000	Bayer 3.75% 1/7/2074	248	0.02
€300,000	Bayer Capital 0.625% 15/12/2022	252	0.02
€387,000	BCP V Modular Services Finance II 4.75% 30/11/2028	307	0.02
€100,000	Becton Dickinson Euro Finance Sarl 0.632% 4/6/2023	84	0.01
€970,000	Becton Dickinson Euro Finance Sarl 1.336% 13/8/2041	670	0.04
€1,600,000	Belfius Bank 1.25% 6/4/2034	1,204	0.08
€200,000	Bertelsmann & 3% 23/4/2075	168	0.01
€1,300,000	BNP Paribas 0.5% 1/9/2028	1,018	0.07
€400,000	BNP Paribas 0.5% 19/1/2030	305	0.02
€580,000	BorgWarner 1% 19/5/2031	437	0.03
€273,000	Boxer Parent 6.5% 2/10/2025	233	0.02
€970,000	BP Capital Markets 1.467% 21/9/2041	666	0.04
€300,000	BP Capital Markets 3.625% Perpetual 22/6/2170	241	0.02
€900,000	BPCE 0.625% 15/1/2030	701	0.05
€800,000	BPCE 2.25% 2/3/2032	666	0.04
€410,000	British American Tobacco 3% Perpetual 27/12/2170	310	0.02

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets	Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€600,000	British Telecommunications 1.874% 18/8/2080	470	0.03	€400,000	Coty 4% 15/4/2023	333	0.02
€175,000	Burger King France SAS 4.75% 1/11/2026	146	0.01	€554,675	Coty FRN 05/04/2025 TL 2.5% 5/4/2025	446	0.03
€160,000	Cadent Finance 0.75% 11/3/2032	120	0.01	€600,000	Credit Agricole 0.5% 21/9/2029	464	0.03
€300,000	Cappemini 2% 15/4/2029	261	0.02	€200,000	Credit Agricole Assurances 2% 17/7/2030	157	0.01
€800,000	Capital One Financial 1.65% 12/6/2029	652	0.04	€200,000	Credit Mutuel Arkea 3.375% 11/3/2031	175	0.01
€356,000	Carnival 7.625% 1/3/2026	310	0.02	€310,000	Credit Suisse 0.625% 18/1/2033	215	0.01
€378,000	Carnival 10.125% 1/2/2026 ^o	350	0.02	€250,000	Credit Suisse 0.65% 14/1/2028	196	0.01
€400,000	Casino Guichard Perrachon 3.992% Perpetual 31/1/2171	170	0.01	€300,000	Crown European 2.625% 30/9/2024	252	0.02
€200,000	Casino Guichard Perrachon 5.25% 15/4/2027	139	0.01	€171,000	Cullinan Holdco Scsp 4.625% 15/10/2026	134	0.01
€800,000	Cellnex Finance 2% 15/9/2032	579	0.04	€400,000	Danaher 2.5% 30/3/2030	359	0.02
€800,000	Cellnex Telecom 0.75% 20/11/2031	581	0.04	€1,000,000	Danske Bank 1% 15/5/2031	795	0.05
€600,000	Centurion Bidco 5.875% 30/9/2026	493	0.03	€300,000	de Volksbank 1.75% 22/10/2030	249	0.02
€1,000,000	CeramTec AcquiCo FRN 08/03/2025 TL 2.5% 8/3/2025	830	0.05	€700,000	Deutsche Bahn Finance 1.125% 29/5/2051	500	0.03
€233,000	CeramTec BondCo 5.25% 15/12/2025	197	0.01	€200,000	Deutsche Bank 0.75% 17/2/2027	159	0.01
€200,000	CGG 7.75% 1/4/2027	165	0.01	€1,100,000	Deutsche Bank 1.875% 23/2/2028	912	0.06
€300,000	Chanel Ceres 0.5% 31/7/2026	244	0.02	€300,000	Deutsche Lufthansa 2.875% 16/5/2027	238	0.02
€200,000	Chemours 4% 15/5/2026	162	0.01	€100,000	Deutsche Lufthansa 3.5% 14/7/2029	80	0.01
€250,000	Cheplapharm Arzneimittel 4.375% 15/1/2028	202	0.01	€100,000	Deutsche Lufthansa 3.75% 11/2/2028	82	0.01
€365,000	Chorus 0.875% 5/12/2026	299	0.02	€260,000	Digital Dutch Finco 1% 15/1/2032	189	0.01
€1,507,000	Chorus 1.125% 18/10/2023	1,278	0.08	€625,000	Digital Intrepid 1.375% 18/7/2032	468	0.03
€225,000	Chrome Bidco SASU 3.5% 31/5/2028	175	0.01	€680,000	d'Infrastructures des Metiers de l'Environnement 0.625% 16/9/2028	527	0.03
€155,000	Chrome Holdco SASU 5% 31/5/2029	119	0.01	€200,000	Douglas 6% 8/4/2026 ^o	161	0.01
€720,000	Chubb INA 1.4% 15/6/2031	583	0.04	€300,000	Dow Chemical 1.875% 15/3/2040	225	0.01
€129,000	Cidron Aida Finco Sarl 5% 1/4/2028	99	0.01	€600,000	East Japan Railway 1.104% 15/9/2039	441	0.03
€700,000	Cirsa Finance International Sarl 4.75% 22/5/2025 ^o	568	0.04	€599,000	EC Finance 3% 15/10/2026	494	0.03
€867,003	Cirsa Finance International Sarl 6.25% 20/12/2023	724	0.05	€400,000	EDP - Energias de Portugal 4.496% 30/4/2079	344	0.02
€400,000	Cloverie for Swiss Reinsurance 6.625% 1/9/2042	345	0.02	€200,000	eG Global Finance 6.25% 30/10/2025	164	0.01
€165,000	CNH Industrial Finance Europe 1.75% 25/3/2027	140	0.01	€200,000	Electricite de France 3% Perpetual 3/12/2170	150	0.01
€200,000	Commerzbank 6.125% Perpetual 9/4/2170	171	0.01				
€660,000	Conti-Gummi Finance 1.125% 25/9/2024	558	0.04				
€221,000	Coty 3.875% 15/4/2026	180	0.01				

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€600,000	Electricite de France 3.375% Perpetual 15/9/2170	436	0.03
€1,360,000	Eli Lilly & 1.375% 14/9/2061	844	0.06
€100,000	Eli Lilly & 1.7% 1/11/2049	77	0.00
€940,000	Enel Finance International 0% 17/6/2024	776	0.05
€110,000	Enel Finance International 0% 28/5/2026	88	0.01
€700,000	Enel Finance International 0.5% 17/6/2030	528	0.03
€174,000	Energizer Gamma Acquisition 3.5% 30/6/2029	130	0.01
€595,000	Enaxis 0.75% 2/7/2031	477	0.03
€700,000	Engie 0.875% 27/3/2024	590	0.04
€100,000	Engie 2% 28/9/2037	82	0.01
€400,000	Engie 2.375% 19/5/2026	356	0.02
€200,000	Erste Bank 0.05% 16/9/2025	162	0.01
€113,000	Expedia 2.5% 3/6/2022	94	0.01
€589,000	Exxon Mobil 1.408% 26/6/2039	427	0.03
€151,000	Fastighets Balder 2.873% 2/6/2081	110	0.01
€400,000	Faurecia 3.75% 15/6/2028	330	0.02
€900,000	FCA Bank SpA/Ireland 0% 16/4/2024	743	0.05
€260,000	FCA Bank SpA/Ireland 0.5% 18/9/2023	218	0.01
€145,000	FedEx 0.45% 4/5/2029	114	0.01
€150,000	Finnair 4.25% 19/5/2025	122	0.01
€610,000	Fiserv 0.375% 1/7/2023	510	0.03
€500,000	Fluvius System Operator CVBA 0.625% 24/11/2031	383	0.03
€400,000	Fomento Economico Mexicano 1% 28/5/2033	296	0.02
€163,000	Food Service Project 5.5% 21/1/2027	132	0.01
€1,020,000	Fortum 0.875% 27/2/2023	857	0.06
€205,000	Gamma Bidco 6.25% 15/7/2025	171	0.01
€121,000	Garfunkelux Holdco 3 6.75% 1/11/2025	101	0.01
€1,586,000	GAS Networks Ireland 0.125% 4/12/2024	1,314	0.09
€500,000	GELF Bond Issuer I 1.125% 18/7/2029	394	0.03
€200,000	General Electric 0.875% 17/5/2025	166	0.01
€188,000	General Electric 2.125% 17/5/2037	146	0.01
€210,000	General Mills 0.45% 15/1/2026	173	0.01
€825,000	General Motors Financial 0.2% 2/9/2022	691	0.05

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€360,000	General Motors Financial 0.6% 20/5/2027	282	0.02
€770,000	General Motors Financial 1% 24/2/2025	642	0.04
€100,000	Givaudan Finance Europe 1.625% 22/4/2032	84	0.01
€700,000	Goldman Sachs 0.875% 9/5/2029	549	0.04
€1,150,000	Goldman Sachs 1.25% 7/2/2029	926	0.06
€316,000	Goldstory SASU 5.375% 1/3/2026	262	0.02
€207,000	Grifols Escrow Issuer 3.875% 15/10/2028	159	0.01
€172,000	Gruenthal 3.625% 15/11/2026 ⁹	139	0.01
€100,000	Gruenthal 4.125% 15/5/2028	79	0.01
€500,000	Grupo Antolin-Irausa 3.5% 30/4/2028	361	0.02
€1,000,000	Hannover Finance Luxembourg 5% 30/6/2043	882	0.06
€785,000	Heathrow Funding 1.5% 12/10/2027	664	0.04
€1,160,000	HeidelbergCement Finance Luxembourg 2.5% 9/10/2024	1,012	0.07
€155,000	Heimstaden Bostad 2.625% Perpetual 1/5/2170	110	0.01
€250,000	Heimstaden Bostad 3% Perpetual 29/1/2171	178	0.01
€175,000	Heineken 1.75% 7/5/2040	137	0.01
€470,000	Herens Midco Sarl 5.25% 15/5/2029	335	0.02
€200,000	Holcim Finance Luxembourg 0.125% 19/7/2027	157	0.01
€731,000	Holcim Finance Luxembourg 2.375% 9/4/2025	635	0.04
€360,000	Honeywell International 2.25% 22/2/2028	317	0.02
€200,000	HSE Finance Sarl 5.625% 15/10/2026	163	0.01
€700,000	Iberdrola International 1.875% Perpetual 22/5/2170	589	0.04
€300,000	Iberdrola International 2.625% Perpetual 26/3/2170	255	0.02
€177,000	Iliad SASU 5.125% 15/10/2026	147	0.01
€200,000	Illinois Tool Works 0.625% 5/12/2027	163	0.01
€540,000	Imperial Brands Finance 1.125% 14/8/2023	455	0.03
€290,000	Imperial Brands Finance Netherlands 1.75% 18/3/2033	216	0.01

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets	Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€500,000	Informa 1.5% 5/7/2023	423	0.03	€200,000	Landesbank Baden-Wuerttemberg 2.2% 9/5/2029	155	0.01
€390,000	Informa 2.125% 6/10/2025	332	0.02	€100,000	LEG Immobilien 0.875% 28/11/2027	80	0.01
€300,000	ING Groep 0.25% 18/2/2029	230	0.01	€300,000	LEG Immobilien 1.5% 17/1/2034	230	0.01
€800,000	ING Groep 1.75% 16/2/2031	665	0.04	€100,000	Legrand 0.625% 24/6/2028	82	0.01
€100,000	Inter Media and Communication 6.75% 9/2/2027	82	0.01	€400,000	Lenzing 5.75% Perpetual 7/12/2170	345	0.02
€920,000	International Business Machines 0.875% 31/1/2025	776	0.05	€100,000	Linde 1% 30/9/2051	68	0.00
€400,000	International Consolidated Airlines 3.75% 25/3/2029	318	0.02	€810,000	Lloyds Banking 0.5% 12/11/2025	668	0.04
€265,000	International Flavors & Fragrances 1.8% 25/9/2026	226	0.01	€101,000	Loxam SAS 4.5% 15/2/2027	83	0.01
€200,000	Intesa Sanpaolo 1.75% 20/3/2028	167	0.01	€200,000	Loxam SAS 5.75% 15/7/2027 ^o	160	0.01
€300,000	Intesa Sanpaolo 5.5% Perpetual 1/3/2171	251	0.02	€200,000	Lune Sarl 5.625% 15/11/2028	154	0.01
€282,000	Intesa Sanpaolo 5.875% Perpetual 20/6/2170 ^o	242	0.02	€365,000	Marsh & McLennan Cos 1.349% 21/9/2026	308	0.02
€275,000	Intesa Sanpaolo 5.875% Perpetual 1/3/2171	235	0.02	€305,000	Medtronic Global 1.5% 2/7/2039	234	0.02
€500,000	Intesa Sanpaolo Vita 2.375% 22/12/2030	380	0.02	€1,100,000	Merck Financial Services 0.005% 15/12/2023	918	0.06
€500,000	Intrum 3% 15/9/2027 ^o	378	0.02	€500,000	Merlin Properties Socimi 1.375% 1/6/2030	381	0.02
€800,000	Investec Bank 1.25% 11/8/2026	663	0.04	€150,000	Midco GB SASU 7.75% 1/1/2027	127	0.01
€430,000	Italgas 0.25% 24/6/2025	351	0.02	€200,000	MMS USA 0.625% 13/6/2025	166	0.01
€117,000	Jaguar Land Rover Automotive 4.5% 15/7/2028 ^o	93	0.01	€200,000	Mondelez International 1.375% 17/3/2041	142	0.01
€200,000	Jaguar Land Rover Automotive 6.875% 15/11/2026 ^o	178	0.01	€872,000	Morgan Stanley 0.497% 7/2/2031	658	0.04
€750,000	JDE Peet's 0.625% 9/2/2028	591	0.04	€568,000	Morgan Stanley 1.102% 29/4/2033	440	0.03
€200,000	JPMorgan Chase & 0.389% 24/2/2028	158	0.01	€1,300,000	National Grid North America 0.41% 20/1/2026	1,065	0.07
€700,000	JPMorgan Chase & 1.09% 11/3/2027	580	0.04	€300,000	Naturgy Finance 3.375% Perpetual 24/4/2170	251	0.02
€350,000	JPMorgan Chase & 1.638% 18/5/2028	294	0.02	€750,000	NatWest 0.67% 14/9/2029	576	0.04
€393,000	Kaixo Bondco Telecom 5.125% 30/9/2029	305	0.02	€925,000	NatWest 1.043% 14/9/2032	710	0.05
€1,000,000	KBC 0.5% 3/12/2029	805	0.05	€165,000	NGG Finance 1.625% 5/12/2079	135	0.01
€1,200,000	KBC 0.75% 21/1/2028	971	0.06	€550,000	Nidda Healthcare 3.5% 30/9/2024	429	0.03
€400,000	KBC 4.25% Perpetual 24/10/2170	330	0.02	€145,000	Nidda Healthcare 3.5% 30/9/2024	118	0.01
€125,000	Kinder Morgan 2.25% 16/3/2027	108	0.01	€150,000	Nissan Motor 1.94% 15/9/2023	128	0.01
€100,000	La Financiere Atalian SASU 4% 15/5/2024	77	0.00	€700,000	NN 4.625% 8/4/2044	613	0.04
€200,000	La Financiere Atalian SASU 5.125% 15/5/2025	152	0.01	€103,000	Olympus Water US 3.875% 1/10/2028	80	0.01
€200,000	La Poste 3.125% Perpetual 29/1/2171	164	0.01	€128,000	Olympus Water US 5.375% 1/10/2029	96	0.01

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets	Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€600,000	OP Corporate Bank 1.625% 9/6/2030	497	0.03	€427,000	SoftBank 4% 19/9/2029	312	0.02
€300,000	Orange 0.625% 16/12/2033	226	0.01	€800,000	Solvay 4.25% Perpetual 4/3/2170	682	0.04
€200,000	Orange 1% 12/9/2025	168	0.01	€722,000	Southern Power 1% 20/6/2022	606	0.04
€205,000	Orsted 2.625% 19/9/2022	174	0.01	€200,000	Standard Chartered 2.5% 9/9/2030	168	0.01
€775,000	P3 Sarl 1.625% 26/1/2029	611	0.04	€470,000	Stellantis 1.25% 20/6/2033	349	0.02
€193,000	PCF 4.75% 15/4/2026	156	0.01	€810,000	Stryker 0.25% 3/12/2024	670	0.04
€150,000	Philip Morris International 1.45% 1/8/2039	99	0.01	€700,000	Suez 2.875% Perpetual 19/4/2170	589	0.04
€400,000	Philip Morris International 1.875% 6/11/2037	290	0.02	€180,211	Summer BC Holdco A Sarl 9.25% 31/10/2027	156	0.01
€300,000	Philip Morris International 2% 9/5/2036	225	0.01	€100,000	Summer BC Holdco B SARL 5.75% 31/10/2026	84	0.01
€192,000	Picard Groupe SAS 3.875% 1/7/2026	155	0.01	€104,875	Summer BidCo 9% 15/11/2025	87	0.01
€530,000	Procter & Gamble 0.9% 4/11/2041	382	0.03	€200,000	Swiss Re Finance UK 2.714% 4/6/2052	162	0.01
€138,000	ProGroup 3% 31/3/2026	111	0.01	€400,000	Syngenta Finance 1.25% 10/9/2027	313	0.02
€200,000	Rakuten 4.25% Perpetual 22/4/2170	147	0.01	€500,000	Takeda Pharmaceutical 2% 9/7/2040	389	0.03
€295,000	Raytheon Technologies 2.15% 18/5/2030	250	0.02	€600,000	Telefonica Europe 2.625% Perpetual 7/6/2170	505	0.03
€1,300,000	Redexis Gas Finance 1.875% 28/5/2025	1,114	0.07	€100,000	Telefonica Europe 2.875% Perpetual 24/9/2170	77	0.00
€700,000	Rekeep 7.25% 1/2/2026	611	0.04	€1,000,000	Telefonica Europe 3% Perpetual 4/12/2170	841	0.06
€1,299,000	RELX Finance 1% 22/3/2024	1,094	0.07	€400,000	Telefonica Europe 5.875% Perpetual 31/3/2170	354	0.02
€800,000	Repsol International Finance 4.247% Perpetual 11/12/2170	665	0.04	€245,000	Telenor 0.75% 31/5/2026	204	0.01
€440,000	Rossini Sarl 6.75% 30/10/2025	375	0.02	€300,000	Teleperformance 1.875% 2/7/2025	258	0.02
€800,000	SAP 0.75% 10/12/2024	676	0.04	€100,000	Terega SASU 0.625% 27/2/2028	78	0.00
€200,000	SBB Treasury 1.125% 26/11/2029	142	0.01	€210,000	Tesco Corporate Treasury Services 0.375% 27/7/2029	157	0.01
€130,000	SCIL IV / SCIL USA 4.375% 1/11/2026	106	0.01	€600,000	Teva Pharmaceutical Finance Netherlands II 1.875% 31/3/2027	437	0.03
€1,175,000	SELP Finance Sarl 0.875% 27/5/2029	903	0.06	€1,160,000	Teva Pharmaceutical Finance Netherlands II 3.75% 9/5/2027	910	0.06
€190,000	SES 2% 2/7/2028	159	0.01	€400,000	Teva Pharmaceutical Finance Netherlands II 4.375% 9/5/2030	312	0.02
€1,025,000	SES 2.875% Perpetual 27/8/2170	786	0.05	€1,000,000	Teva Pharmaceutical Finance Netherlands II 4.5% 1/3/2025 ⁹	834	0.05
€235,000	Sherwood Financing 4.5% 15/11/2026	187	0.01	€300,000	Thales 0.25% 29/1/2027	235	0.02
€150,000	Silgan 2.25% 1/6/2028	118	0.01	€100,000	Thales 0.75% 23/1/2025	83	0.01
€590,000	Snam 0.75% 20/6/2029	468	0.03				
€302,000	Snam 0.875% 25/10/2026	251	0.02				
€300,000	Societe Generale 1% 24/11/2030	240	0.02				
€198,000	SoftBank 2.125% 6/7/2024	157	0.01				
€112,000	SoftBank 2.875% 6/1/2027	84	0.01				
€100,000	SoftBank 3.125% 19/9/2025	80	0.01				
€119,000	SoftBank 3.375% 6/7/2029	84	0.01				

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value €000's	% of Total Net Assets
€400,000	Thales 0.875% 19/4/2024	337	0.02
€140,000	Thermo Fisher Scientific 1.5% 1/10/2039	105	0.01
€700,000	Thermo Fisher Scientific Finance I 1.625% 18/10/2041	524	0.03
€180,000	TK Elevator Holdco 6.625% 15/7/2028	150	0.01
€200,000	TK Elevator Midco 4.375% 15/7/2027	166	0.01
€1,544,000	TotalEnergies 1.625% Perpetual 25/1/2171	1,188	0.08
€700,000	TotalEnergies 2.625% Perpetual 26/2/2171	585	0.04
€400,000	TotalEnergies Capital International 0.625% 4/10/2024	335	0.02
€700,000	Toyota Finance Australia 0.44% 13/1/2028	565	0.04
€240,000	Toyota Motor Finance Netherlands 0% 27/10/2025	195	0.01
€1,200,000	Traton Finance Luxembourg 1.25% 24/3/2033	914	0.06
€710,000	UBS 0.25% 3/11/2026	574	0.04
€200,000	UniCredit 1.625% 18/1/2032	156	0.01
€200,000	UniCredit 3.875% Perpetual 3/6/2170 ⁹	144	0.01
€270,000	UniCredit 7.5% Perpetual 3/6/2170	243	0.02
€140,000	United 4% 15/11/2027	108	0.01
€200,000	UPCB Finance VII 3.625% 15/6/2029	161	0.01
€610,000	Upjohn Finance 1.023% 23/6/2024	513	0.03
€196,000	Verisure 3.25% 15/2/2027	153	0.01
€184,000	Verisure 3.875% 15/7/2026	150	0.01
€196,000	Verisure Midholding 5.25% 15/2/2029	156	0.01
€1,300,000	Verizon Communications 0.75% 22/3/2032	998	0.07
€300,000	Verizon Communications 1.125% 19/9/2035	226	0.01
€100,000	Verizon Communications 2.875% 15/1/2038	91	0.01
€950,000	Viterra Finance 1% 24/9/2028	734	0.05
€800,000	Vodafone 3.1% 3/1/2079	671	0.04
€400,000	Vodafone 4.2% 3/10/2078	337	0.02
€810,000	Volkswagen Financial Services 0.875% 31/1/2028	653	0.04
€1,000,000	Volkswagen International Finance 2.7% Perpetual 14/12/2170	841	0.06
€100,000	Volkswagen International Finance 3.875% Perpetual 14/6/2170	85	0.01

Holding or Nominal Value	Investment	Market Value €000's	% of Total Net Assets
€1,300,000	Volkswagen Leasing 0.625% 19/7/2029	1,003	0.07
€400,000	Vonovia 1% 16/6/2033	294	0.02
€600,000	Vonovia 1.5% 14/6/2041	404	0.03
€300,000	Vonovia 1.625% 1/9/2051	186	0.01
€255,000	VZ Secured Financing 3.5% 15/1/2032	199	0.01
€155,000	Walmart 2.55% 8/4/2026	139	0.01
€2,600,000	Wells Fargo & 1% 2/2/2027	2,127	0.14
€300,000	Wintershall Dea Finance 2.4985% Perpetual 20/7/2170	202	0.01
€100,000	WPP Finance 2016 1.375% 20/3/2025	85	0.01
€1,300,000	ZF Finance 2.25% 3/5/2028	991	0.07
€200,000	ZF Finance 2.75% 25/5/2027	157	0.01
€400,000	ZF Finance 3% 21/9/2025	330	0.02
€800,000	ZF Finance 3.75% 21/9/2028	647	0.04
		135,013	8.92

Euro Denominated Government Bonds – 0.01%; 28.2.2021 3.27%

€225,000	Mexico Government International Bond 1.45% 25/10/2033	156	0.01
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Euro Denominated Mortgage Backed Securities – 1.64%; 28.2.2021 0.14%

€900,000	AlbaCore EURO CLO I DAC 3.25% 18/10/2034	742	0.05
€500,000	Anchorage Capital Europe CLO 2 DAC 6.45% 15/4/2034	412	0.03
€400,000	Anchorage Capital Europe CLO 2021-4 DAC 5.71% 25/4/2034	319	0.02
€583,000	Arbour CLO IX DAC 3.25% 15/4/2034	474	0.03
€500,000	ARBOUR CLO VIII DAC 6.11% 15/10/2034	399	0.03
€2,000,000	Aurium CLO II DAC 6.08% 22/6/2034	1,565	0.10
€2,000,000	BBAM European CLO I DAC 5.91% 22/7/2034	1,625	0.11
€1,000,000	BBAM European CLO II DAC 6.11% 15/10/2034	798	0.05
€500,000	BlueMountain 2021-1 CLO DAC 5.41% 15/4/2034	399	0.03
€1,000,000	Bridgepoint CLO 3 DAC 6.24% 15/1/2036	812	0.05
€850,000	Cabinteeley Park CLO DAC 6.26% 15/8/2034	693	0.05
€1,000,000	Cairn CLO XIV DAC 6.11% 29/10/2034	796	0.05

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€500,000	Capital Four CLO II DAC 5.91% 15/1/2034	401	0.03
€728,000	Capital Four CLO III DAC 6.06% 15/10/2034	571	0.04
€400,000	CIFC European Funding CLO III DAC 5.61% 15/1/2034	330	0.02
€1,000,000	Contego CLO VIII DAC 6.06% 25/1/2034	771	0.05
€883,000	CVC Cordatus Loan Fund XX DAC 3% 22/6/2034	721	0.05
€528,000	CVC Cordatus Loan Fund XX DAC 5.61% 22/6/2034	425	0.03
€784,000	CVC Cordatus Loan Fund XXII DAC 6.16% 15/12/2034	628	0.04
€742,000	Fair Oaks Loan Funding III DAC 6.11% 15/10/2034	599	0.04
€800,000	Fidelity Grand Harbour CLO 2021-1 DAC 6.22% 15/10/2034	664	0.04
€500,000	Henley CLO IV DAC 5.25% 25/4/2034	396	0.03
€300,000	Invesco Euro CLO V DAC 5.81% 15/1/2034	242	0.02
€300,000	Marino Park CLO DAC 5.67% 16/1/2034	244	0.02
€313,000	Neuberger Berman Loan Advisers Euro CLO 5.52% 17/4/2034	248	0.02
€873,000	Neuberger Berman Loan Advisers Euro CLO 2 DAC 6.06% 15/4/2034	684	0.05
€410,000	North Westerly VII ESG CLO DAC 5.66% 15/5/2034	330	0.02
€2,000,000	Northwoods Capital 21 Euro DAC 6.06% 22/7/2034	1,561	0.10
€852,000	Northwoods Capital 23 Euro DAC 6.21% 15/3/2034	689	0.05
€748,000	OCP Euro CLO 2019-3 DAC 6.02% 20/4/2033	596	0.04
€1,000,000	OCP Euro CLO 2022-5 DAC 0% 20/4/2035	819	0.05
€800,000	Palmer Square European CLO 2021-2 DAC 6.36% 21/1/2035	653	0.04
€286,000	Providus CLO V DAC 5.29% 15/2/2035	225	0.01
€1,000,000	Providus Clo VI DAC 6.11% 20/5/2034	804	0.05
€400,000	Rockford Tower Europe CLO 2021-1 DAC 5.96% 20/4/2034	323	0.02
€1,000,000	Rockford Tower Europe CLO 2021-2 DAC 6.22% 24/1/2035	796	0.05
€500,000	Sound Point Euro CLO V Funding DAC 5.84% 25/7/2035	403	0.03

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
€1,000,000	Tikehau CLO VI DAC 6.32% 15/1/2035	808	0.05
€1,000,000	Voya Euro CLO IV DAC 6.16% 15/10/2034	812	0.05
		24,777	1.64

UK Sterling Denominated Corporate Bonds – 1.06%; 28.2.2021 1.34%

£107,000	Allied Universal Holdco LLC/Allied Universal Finance Corp/Atlas Luxco 4 Sarl 4.875% 1/6/2028	99	0.01
£400,000	Anheuser-Busch InBev 4% 24/9/2025	426	0.03
£410,000	APT Pipelines 2.5% 15/3/2036	359	0.02
£500,000	Bank of Ireland 3.125% 19/9/2027	500	0.03
£900,000	Barclays 3.125% 17/1/2024	912	0.06
£500,000	BAT International Finance 4% 4/9/2026	515	0.03
£300,000	Bellis Acquisition 4.5% 16/2/2026	284	0.02
£185,000	British Telecommunications 3.125% 21/11/2031	180	0.01
£150,000	Bunzl Finance 1.5% 30/10/2030	137	0.01
£600,000	BUPA Finance 5% 8/12/2026	647	0.04
£395,000	Channel Link Enterprises Finance 3.043% 30/6/2050	383	0.03
£196,000	Cidron Aida Finco Sarl 6.25% 1/4/2028	180	0.01
£200,000	Comcast 1.5% 20/2/2029	189	0.01
£500,000	Commerzbank 1.75% 22/1/2025	485	0.03
£169,000	Encore Capital 4.25% 1/6/2028	157	0.01
£270,000	Enel Finance International 5.625% 14/8/2024	293	0.02
£95,000	Enel Finance International 5.75% 14/9/2040	126	0.01
£350,000	Fiserv 2.25% 1/7/2025	351	0.02
£600,000	Galaxy Bidco 6.5% 31/7/2026	597	0.04
£251,000	Garfunkelux Holdco 3 7.75% 1/11/2025	252	0.02
£825,000	Glencore Finance Europe 3.125% 26/3/2026	838	0.06
£300,000	Heathrow Finance 4.375% 1/3/2027	286	0.02
£250,000	HSBC 6% 29/3/2040	302	0.02
£100,000	Iceland Bondco 4.625% 15/3/2025	90	0.01
£190,000	Imperial Brands Finance 4.875% 7/6/2032	200	0.01

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets	Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
£100,000	Jerrold Finco 4.875% 15/1/2026	97	0.01	\$438,000	AbbVie 4.45% 14/5/2046	346	0.02
£147,000	Kane Bidco 6.5% 15/2/2027 ^Q	147	0.01	\$350,000	AbbVie 4.55% 15/3/2035	287	0.02
£200,000	Korian 4.125% Perpetual 15/6/2170	184	0.01	\$220,000	AbbVie 4.7% 14/5/2045	178	0.01
£100,000	La Financiere Atalian SASU 6.625% 15/5/2025	93	0.01	\$300,000	AEP Transmission 3.65% 1/4/2050	217	0.01
£680,000	Lloyds Banking 2% 12/4/2028	654	0.04	\$720,000	AerCap Ireland Capital DAC / AerCap Global Aviation Trust 3.5% 15/1/2025	546	0.04
£477,000	Ocado 3.875% 8/10/2026	430	0.03	\$250,000	Aetna 4.125% 15/11/2042	188	0.01
£132,000	Premier Foods Finance 3.5% 15/10/2026	125	0.01	\$450,000	Air Lease 1.875% 15/8/2026	316	0.02
£100,000	Sherwood Financing 6% 15/11/2026	95	0.01	\$305,000	Air Products and Chemicals 2.05% 15/5/2030	215	0.01
£800,000	Stonegate Pub Financing 2019 8.25% 31/7/2025	815	0.05	\$80,000	Air Products and Chemicals 2.8% 15/5/2050	52	0.00
£200,000	Telefonica Emisiones 5.375% 2/2/2026	223	0.02	\$275,000	Alexandria Real Estate Equities 3% 18/5/2051	176	0.01
£190,000	Verizon Communications 2.5% 8/4/2031	185	0.01	\$300,000	Alibaba 3.25% 9/2/2061	173	0.01
£373,000	Very Funding 6.5% 1/8/2026	357	0.02	\$580,000	Alibaba 4.4% 6/12/2057	418	0.03
£300,000	Vinci 2.25% 15/3/2027	303	0.02	\$200,000	Alimentation Couche-Tard 3.625% 13/5/2051	136	0.01
£400,000	Virgin Media Secured Finance 4.25% 15/1/2030 ^Q	364	0.02	\$1,000,000	Allianz 3.2% Perpetual 30/4/2170	648	0.04
£193,000	Virgin Media Vendor Financing Notes III DAC 4.875% 15/7/2028	181	0.01	\$500,000	Ally Financial 5.75% 20/11/2025	395	0.03
£732,000	Vmed O2 UK Financing I 4% 31/1/2029 ^Q	660	0.04	\$400,000	Ally Financial 8% 1/11/2031	390	0.03
£169,000	Vmed O2 UK Financing I 4.5% 15/7/2031	152	0.01	\$250,000	Altria 4.8% 14/2/2029	200	0.01
£400,000	Volkswagen Financial Services 1.375% 14/9/2028	365	0.03	\$898,000	Altria 5.8% 14/2/2039	725	0.05
£400,000	Volkswagen Financial Services 1.625% 10/2/2024	395	0.03	\$985,000	Amazon.com 2.1% 12/5/2031	700	0.05
£1,050,000	Wells Fargo Bank NA 5.25% 1/8/2023	1,091	0.07	\$200,000	Amazon.com 2.7% 3/6/2060	122	0.01
£200,000	Western Power Distribution West Midlands 3.875% 17/10/2024	208	0.01	\$200,000	Amazon.com 2.7% 3/6/2060	122	0.01
£120,000	WPP Finance 2017 3.75% 19/5/2032	125	0.01	\$105,000	Amazon.com 3.1% 12/5/2051	74	0.01
		16,037	1.06	\$240,000	Amcor Flexibles North America 2.63% 19/6/2030	172	0.01
UK Sterling Denominated Government Bonds – 0.00%; 28.2.2021 0.13%				\$285,000	Amcor Flexibles North America 2.69% 25/5/2031	202	0.01
US Dollar Denominated Corporate Bonds – 11.09%; 28.2.2021 15.32%				\$154,000	America Movil 6.125% 30/3/2040	146	0.01
\$800,000	7-Eleven 1.8% 10/2/2031	526	0.03	\$110,000	American Express 4.05% 3/12/2042	88	0.01
\$299,000	Abbott Laboratories 4.75% 15/4/2043	258	0.02	\$390,000	American International 3.9% 1/4/2026	304	0.02
\$298,000	AbbVie 3.6% 14/5/2025	229	0.02	\$100,000	American International 4.75% 1/4/2048	84	0.01
\$44,000	AbbVie 3.8% 15/3/2025	34	0.00	\$350,000	American International 4.8% 10/7/2045	293	0.02
\$200,000	AbbVie 4.25% 21/11/2049	156	0.01	\$880,000	American Tower 3.375% 15/5/2024	668	0.04
				\$180,000	American Water Capital 3.45% 1/5/2050	126	0.01
				\$800,000	Amgen 3.375% 21/2/2050	537	0.04
				\$110,000	Amgen 4.2% 22/2/2052	84	0.01
				\$250,000	Analog Devices 2.95% 1/10/2051	166	0.01

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets	Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$435,000	Anglo American Capital 2.25% 17/3/2028	307	0.02	\$350,000	Baltimore Gas and Electric 3.5% 15/8/2046	251	0.02
\$150,000	Anheuser-Busch InBev Finance 4.625% 1/2/2044	120	0.01	\$400,000	Bank of America 1.319% 19/6/2026	284	0.02
\$1,310,000	Anheuser-Busch InBev Worldwide 5.55% 23/1/2049	1,184	0.08	\$580,000	Bank of America 2.015% 13/2/2026	423	0.03
\$465,000	Anthem 2.25% 15/5/2030	326	0.02	\$640,000	Bank of America 2.496% 13/2/2031	451	0.03
\$430,000	Anthem 4.65% 15/1/2043	354	0.02	\$1,825,000	Bank of America 2.687% 22/4/2032	1,290	0.09
\$700,000	Antofagasta 2.375% 14/10/2030	465	0.03	\$200,000	Bank of America 2.972% 21/7/2052	129	0.01
\$385,000	Aon 4.45% 24/5/2043	305	0.02	\$600,000	Bank of America 3.419% 20/12/2028	454	0.03
\$105,000	Aon 4.75% 15/5/2045	86	0.01	\$1,400,000	Bank of America 3.559% 23/4/2027	1,065	0.07
\$85,000	Aon / Aon Global 3.9% 28/2/2052	63	0.00	\$880,000	Bank of America 4.078% 23/4/2040	676	0.04
\$730,000	Apple 2.85% 5/8/2061	466	0.03	\$250,000	Bank of America 4.75% 21/4/2045	208	0.01
\$640,000	Apple 3.85% 4/5/2043	501	0.03	\$400,000	Banque Federative du Credit Mutuel 2.375% 21/11/2024	298	0.02
\$250,000	Apple 3.85% 4/8/2046	195	0.01	\$500,000	Barclays 5.25% 17/8/2045	427	0.03
\$960,000	Apple 4.375% 13/5/2045	803	0.05	\$200,000	Barrick North America Finance 5.75% 1/5/2043	182	0.01
\$315,000	Applied Materials 1.75% 1/6/2030	217	0.01	\$320,000	Bayer US Finance II 4.375% 15/12/2028	253	0.02
\$50,000	Applied Materials 2.75% 1/6/2050	33	0.00	\$900,000	Bayer US Finance II 4.375% 15/12/2028	711	0.05
\$850,000	Aptiv 3.1% 1/12/2051	518	0.03	\$200,000	Bayer US Finance II 4.7% 15/7/2064	147	0.01
\$395,000	Aptiv / Aptiv 3.25% 1/3/2032	292	0.02	\$85,000	Becton Dickinson and 3.794% 20/5/2050	62	0.00
\$600,000	Argentum Netherlands for Swiss Re 5.75% 15/8/2050	465	0.03	\$207,000	BHP Billiton Finance USA 4.125% 24/2/2042	165	0.01
\$115,000	Arthur J Gallagher & 3.5% 20/5/2051	78	0.01	\$850,000	Blackstone Private Credit Fund 3.25% 15/3/2027	603	0.04
\$145,000	AstraZeneca 4.375% 17/8/2048	121	0.01	\$1,300,000	Blackstone Secured Lending Fund 2.85% 30/9/2028	885	0.06
\$90,000	Astrazeneca Finance 2.25% 28/5/2031	64	0.00	\$850,000	BNP Paribas 2.159% 15/9/2029	583	0.04
\$400,000	AT&T 4.3% 15/2/2030	322	0.02	\$500,000	BNP Paribas 3.132% 20/1/2033	358	0.02
\$2,579,000	AT&T 4.5% 15/5/2035	2,083	0.14	\$775,000	Boeing 1.875% 15/6/2023	576	0.04
\$332,000	AT&T 4.5% 9/3/2048	261	0.02	\$100,000	Boeing 3.55% 1/3/2038	68	0.00
\$200,000	AT&T 4.65% 1/6/2044	158	0.01	\$3,070,000	Boeing 4.875% 1/5/2025	2,426	0.16
\$385,000	AT&T 5.25% 1/3/2037	328	0.02	\$335,000	Boeing 5.93% 1/5/2060	290	0.02
\$700,000	Athene Global Funding 2.55% 19/11/2030	481	0.03	\$300,000	Boston Properties LP 2.45% 1/10/2033	200	0.01
\$460,000	Atmos Energy 2.85% 15/2/2052	288	0.02	\$285,000	Boston Properties LP 2.55% 1/4/2032	196	0.01
\$625,000	Autodesk 2.85% 15/1/2030	450	0.03	\$200,000	BP Capital Markets America 3.001% 17/3/2052	125	0.01
\$600,000	Avery Dennison 2.25% 15/2/2032	405	0.03				
\$91,000	Aviation Capital 3.5% 1/11/2027	66	0.00				
\$200,000	AXA 6.379% Perpetual 14/6/2170	193	0.01				
\$515,000	BAE Systems 1.9% 15/2/2031	343	0.02				
\$400,000	BAE Systems 3.85% 15/12/2025	311	0.02				
\$500,000	Baltimore Gas and Electric 3.2% 15/9/2049	345	0.02				

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets	Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$1,025,000	BP Capital Markets America 3.194% 6/4/2025	781	0.05	\$250,000	Citigroup 6.675% 13/9/2043	255	0.02
\$380,000	BP Capital Markets America 3.379% 8/2/2061	243	0.02	\$505,000	CNH Industrial Capital 1.45% 15/7/2026	355	0.02
\$700,000	BPCE 1.652% 6/10/2026	496	0.03	\$1,015,000	CNH Industrial Capital 1.45% 15/7/2026	714	0.05
\$280,000	BPCE 2.277% 20/1/2032	188	0.01	\$103,000	Comcast 2.937% 1/11/2056	63	0.00
\$250,000	BPCE 3.582% 19/10/2042	169	0.01	\$502,000	Comcast 2.987% 1/11/2063	305	0.02
\$285,000	BPCE 4.5% 15/3/2025	220	0.01	\$375,000	Comcast 3.4% 1/4/2030	288	0.02
\$190,000	Bristol-Myers Squibb 4.25% 26/10/2049	155	0.01	\$495,000	Comcast 3.4% 1/4/2030	380	0.03
\$510,000	Bristol-Myers Squibb 4.25% 26/10/2049	416	0.03	\$500,000	Comcast 3.9% 1/3/2038	379	0.03
\$620,000	Broadcom 2.45% 15/2/2031	421	0.03	\$150,000	Comcast 3.999% 1/11/2049	114	0.01
\$1,785,000	Broadcom 5% 15/4/2030	1,457	0.10	\$370,000	Comcast 4% 1/3/2048	282	0.02
\$320,000	Burlington Northern Santa Fe 4.15% 15/12/2048	260	0.02	\$126,000	CommonSpirit Health 2.782% 1/10/2030	91	0.01
\$140,000	Cameron LNG 3.302% 15/1/2035	102	0.01	\$90,000	CommonSpirit Health 3.91% 1/10/2050	67	0.00
\$243,000	Carrier Global 2.493% 15/2/2027	179	0.01	\$313,000	ConocoPhillips 3.75% 1/10/2027	247	0.02
\$385,000	Caterpillar 2.6% 9/4/2030	285	0.02	\$180,000	ConocoPhillips 4.3% 15/8/2028	147	0.01
\$75,000	Cenovus Energy 3.75% 15/2/2052	49	0.00	\$90,000	Consumers Energy 3.1% 15/8/2050	62	0.00
\$300,000	Charter Communications Operating / Charter Communications Operating Capital 2.25% 15/1/2029	207	0.01	\$105,000	Coterra Energy 3.9% 15/5/2027	81	0.01
\$265,000	Charter Communications Operating / Charter Communications Operating Capital 5.375% 1/4/2038	208	0.01	\$665,000	Cox Communications 2.6% 15/6/2031	462	0.03
\$703,000	Charter Communications Operating / Charter Communications Operating Capital 5.375% 1/5/2047	545	0.04	\$575,000	Credit Agricole 4.75% Perpetual 23/3/2170	401	0.03
\$954,000	Charter Communications Operating / Charter Communications Operating Capital 6.384% 23/10/2035	840	0.06	\$590,000	Credit Suisse 2.193% 5/6/2026	426	0.03
\$211,000	Charter Communications Operating / Charter Communications Operating Capital 6.484% 23/10/2045	183	0.01	\$1,200,000	Credit Suisse 2.997% 14/12/2023	903	0.06
\$180,000	Cheniere Corpus Christi 5.875% 31/3/2025	145	0.01	\$250,000	Credit Suisse 4.194% 1/4/2031	192	0.01
\$325,000	Cheniere Corpus Christi 7% 30/6/2024	262	0.02	\$1,030,000	Credit Suisse 4.282% 9/1/2028	798	0.05
\$175,000	Cigna 3.4% 15/3/2050	116	0.01	\$1,000,000	Credit Suisse 6.5% 8/8/2023	789	0.05
\$275,000	Cigna 4.5% 25/2/2026	219	0.01	\$200,000	Credit Suisse 7.25% Perpetual 12/3/2170	155	0.01
\$200,000	Cigna 4.9% 15/12/2048	167	0.01	\$590,000	Crown Castle International 4.15% 1/7/2050	434	0.03
\$320,000	Citigroup 2.666% 29/1/2031	228	0.02	\$145,000	CSX 3.8% 1/11/2046	107	0.01
\$785,000	Citigroup 3.057% 25/1/2033	572	0.04	\$432,000	CVS Health 4.3% 25/3/2028	345	0.02
\$2,790,000	Citigroup 4.412% 31/3/2031	2,228	0.15	\$375,000	CVS Health 4.78% 25/3/2038	307	0.02
				\$260,000	CVS Health 5.05% 25/3/2048	222	0.01
				\$550,000	CVS Health 5.125% 20/7/2045	467	0.03
				\$411,000	Danaos 8.5% 1/3/2028	327	0.02
				\$240,000	Danone 2.947% 2/11/2026	181	0.01
				\$50,000	Deere & 3.75% 15/4/2050	39	0.00
				\$800,000	Delta Air Lines 2019-1 Class AA Pass Through Trust 3.204% 25/10/2025	607	0.04

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$130,000	Devon Energy 5.6% 15/7/2041	112	0.01
\$20,000	DH Europe Finance II Sarl 2.6% 15/11/2029	14	0.00
\$295,000	Diamondback Energy 2.875% 1/12/2024	222	0.01
\$290,000	Diamondback Energy 3.25% 1/12/2026	220	0.01
\$480,000	Diamondback Energy 3.5% 1/12/2029	359	0.02
\$400,000	Discover Bank 4.682% 9/8/2028	305	0.02
\$725,000	Dominion Energy 2.25% 15/8/2031	494	0.03
\$380,000	DTE Electric 3.7% 1/6/2046	282	0.02
\$140,000	DTE Electric 3.95% 1/3/2049	108	0.01
\$180,000	DTE Energy 1.05% 1/6/2025	128	0.01
\$855,000	Duke Energy 2.65% 1/9/2026	637	0.04
\$890,000	Duke Energy 3.25% 15/1/2082	609	0.04
\$200,000	Duke Energy Carolinas 3.75% 1/6/2045	147	0.01
\$200,000	Duke Energy Florida 3.4% 1/10/2046	140	0.01
\$400,000	Duke Energy Progress 3.45% 15/3/2029	308	0.02
\$415,000	Duke Energy Progress 4.1% 15/5/2042	320	0.02
\$580,000	Ecolab 4.8% 24/3/2030	491	0.03
\$815,000	ELG Pearl Sarl 3.545% 31/8/2036	595	0.04
\$300,000	Energy Transfer LP 4.25% 15/3/2023	228	0.02
\$220,000	Energy Transfer LP 4.95% 15/1/2043	158	0.01
\$615,000	Energy Transfer LP 6% 15/6/2048	505	0.03
\$235,000	Energy Transfer LP 6.1% 15/2/2042	192	0.01
\$1,005,000	Eni 4% 12/9/2023	770	0.05
\$265,000	Entergy 0.9% 15/9/2025	186	0.01
\$200,000	Entergy 2.95% 1/9/2026	150	0.01
\$705,000	Entergy Louisiana 3.12% 1/9/2027	533	0.04
\$215,000	Enterprise Products Operating 3.3% 15/2/2053	137	0.01
\$75,000	Enterprise Products Operating 4.2% 31/1/2050	55	0.00
\$425,000	Enterprise Products Operating 4.25% 15/2/2048	314	0.02
\$160,000	Enterprise Products Operating 4.8% 1/2/2049	128	0.01
\$500,000	Enterprise Products Operating 6.45% 1/9/2040	468	0.03

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$500,000	EOG Resources 4.15% 15/1/2026	396	0.03
\$35,000	EOG Resources 4.95% 15/4/2050	31	0.00
\$389,000	Equinix 2.15% 15/7/2030	262	0.02
\$200,000	Exelon 4.05% 15/4/2030	156	0.01
\$10,000	Exelon 4.7% 15/4/2050	8	0.00
\$75,000	Exelon 5.1% 15/6/2045	64	0.00
\$65,000	FedEx 4.75% 15/11/2045	53	0.00
\$546,000	FedEx 5.1% 15/1/2044	457	0.03
\$300,000	Fiserv 3.5% 1/7/2029	225	0.02
\$110,000	Florida Gas Transmission 2.55% 1/7/2030	77	0.01
\$1,100,000	Florida Power & Light 2.875% 4/12/2051	726	0.05
\$125,000	Ford Foundation/The 2.415% 1/6/2050	79	0.01
\$90,000	Fox 3.05% 7/4/2025	68	0.00
\$355,000	Fox 4.709% 25/1/2029	287	0.02
\$1,005,000	Fresenius Medical Care US Finance III 2.375% 16/2/2031	677	0.04
\$650,000	Fresenius Medical Care US Finance III 3.75% 15/6/2029	491	0.03
\$80,000	GATX 3.1% 1/6/2051	50	0.00
\$300,000	General Dynamics 4.25% 1/4/2040	246	0.02
\$236,000	General Mills 3% 1/2/2051	156	0.01
\$264,000	General Motors 6.6% 1/4/2036	240	0.02
\$845,000	General Motors Financial 2.4% 10/4/2028	590	0.04
\$795,000	General Motors Financial 3.1% 12/1/2032	559	0.04
\$195,000	Gilead Sciences 3.65% 1/3/2026	151	0.01
\$600,000	Gilead Sciences 4.15% 1/3/2047	459	0.03
\$40,000	Glencore Funding 1.625% 1/9/2025	29	0.00
\$870,000	Glencore Funding 3.875% 27/10/2027	667	0.04
\$80,000	Global Payments 2.9% 15/5/2030	57	0.00
\$295,000	Global Payments 2.9% 15/11/2031	207	0.01
\$240,000	Global Payments 3.2% 15/8/2029	175	0.01
\$420,000	Global Payments 4.8% 1/4/2026	334	0.02
\$160,000	GLP Capital LP / GLP Financing II 4% 15/1/2031	119	0.01
\$435,000	Goldman Sachs 2.383% 21/7/2032	297	0.02

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets	Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$370,000	Goldman Sachs 2.615% 22/4/2032	258	0.02	\$1,184,000	International Flavors & Fragrances 1.23% 1/10/2025	838	0.06
\$1,000,000	Goldman Sachs 2.65% 21/10/2032	697	0.05	\$616,000	International Flavors & Fragrances 1.23% 1/10/2025	436	0.03
\$1,785,000	Goldman Sachs 3.102% 24/2/2033	1,291	0.09	\$250,000	International Flavors & Fragrances 2.3% 1/11/2030	172	0.01
\$254,000	Goldman Sachs 3.21% 22/4/2042	173	0.01	\$20,000	Interpublic of Cos 4.2% 15/4/2024	16	0.00
\$2,430,000	Goldman Sachs 3.691% 5/6/2028	1,859	0.12	\$100,000	Interpublic of Cos 5.4% 1/10/2048	91	0.01
\$140,000	Goldman Sachs 4.75% 21/10/2045	117	0.01	\$720,000	Intesa Sanpaolo 4.198% 1/6/2032	488	0.03
\$500,000	Goldman Sachs 6.75% 1/10/2037	482	0.03	\$430,000	Invitation Homes Operating Partnership LP 2.7% 15/1/2034	288	0.02
\$2,675,000	Haidilao International 2.15% 14/1/2026	1,718	0.11	\$200,000	Jaguar Land Rover Automotive 5.875% 15/1/2028	148	0.01
\$180,000	Halliburton 4.85% 15/11/2035	146	0.01	\$255,000	JDE Peet's 1.375% 15/1/2027	176	0.01
\$165,000	Halliburton 5% 15/11/2045	135	0.01	\$120,000	Johnson & Johnson 3.5% 15/1/2048	91	0.01
\$150,000	Hartford Financial Services 3.6% 19/8/2049	107	0.01	\$900,000	JPMorgan Chase & 2.301% 15/10/2025	667	0.04
\$340,000	HCA 3.5% 15/7/2051	221	0.01	\$905,000	JPMorgan Chase & 2.545% 8/11/2032	636	0.04
\$590,000	HCA 5.5% 15/6/2047	506	0.03	\$300,000	JPMorgan Chase & 2.58% 22/4/2032	213	0.01
\$155,000	Healthpeak Properties 2.875% 15/1/2031	112	0.01	\$565,000	JPMorgan Chase & 2.963% 25/1/2033	412	0.03
\$360,000	Hess 4.3% 1/4/2027	282	0.02	\$1,170,000	JPMorgan Chase & 3.964% 15/11/2048	904	0.06
\$190,000	Hess 6% 15/1/2040	167	0.01	\$1,200,000	JPMorgan Chase & 4.023% 5/12/2024	922	0.06
\$380,000	Home Depot 4.2% 1/4/2043	309	0.02	\$335,000	Kennametal 2.8% 1/3/2031	237	0.02
\$35,000	Hubbell 2.3% 15/3/2031	25	0.00	\$283,000	Keurig Dr Pepper 4.057% 25/5/2023	216	0.01
\$80,000	Humana 2.15% 3/2/2032	54	0.00	\$635,000	Kilroy Realty LP 2.5% 15/11/2032	426	0.03
\$400,000	Humana 3.95% 15/3/2027	314	0.02	\$105,000	Kinder Morgan 5.05% 15/2/2046	83	0.01
\$495,000	Huntsman International 2.95% 15/6/2031	349	0.02	\$251,000	Kinder Morgan Energy Partners LP 4.15% 1/2/2024	193	0.01
\$385,000	Hyundai Capital America 1.25% 18/9/2023	283	0.02	\$685,000	Kinder Morgan Energy Partners LP 4.25% 1/9/2024	531	0.04
\$40,000	Hyundai Capital America 1.3% 8/1/2026	28	0.00	\$170,000	Kinder Morgan Energy Partners LP 5% 1/3/2043	133	0.01
\$1,070,000	Hyundai Capital America 2% 15/6/2028	740	0.05	\$120,000	Kinder Morgan Energy Partners LP 6.55% 15/9/2040	107	0.01
\$100,000	Hyundai Capital America 4.125% 8/6/2023	76	0.01	\$550,000	Kinder Morgan Energy Partners LP 6.95% 15/1/2038	513	0.03
\$500,000	Indofood CBP Sukses Makmur 3.541% 27/4/2032	346	0.02	\$259,000	KLA 4.65% 1/11/2024	204	0.01
\$2,050,000	ING Groep 4.7% 22/3/2028	1,559	0.10	\$765,000	L3Harris Technologies 2.9% 15/12/2029	564	0.04
\$375,000	Inmobiliaria Vesta 3.625% 13/5/2031	256	0.02	\$256,000	L3Harris Technologies 4.4% 15/6/2028	204	0.01
\$615,000	Intel 3.2% 12/8/2061	398	0.03				
\$60,000	Intercontinental Exchange 3% 15/6/2050	39	0.00				
\$700,000	Intercontinental Exchange 3.75% 21/9/2028	549	0.04				
\$865,000	International Business Machines 3.5% 15/5/2029	670	0.04				
\$300,000	International Business Machines 4% 20/6/2042	232	0.02				

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$470,000	Lam Research 4% 15/3/2029	376	0.02
\$65,000	Lear 5.25% 15/5/2049	54	0.00
\$715,000	Leidos 2.3% 15/2/2031	481	0.03
\$150,000	Linde Inc/CT 1.1% 10/8/2030	99	0.01
\$2,050,000	Lloyds Banking 2.907% 7/11/2023	1,542	0.10
\$1,145,000	Lowe's Cos 2.625% 1/4/2031	813	0.05
\$110,000	Lowe's Cos 2.8% 15/9/2041	70	0.00
\$585,000	Lowe's Cos 3.65% 5/4/2029	454	0.03
\$780,000	LSEGA Financing 2.5% 6/4/2031	548	0.04
\$800,000	LYB International Finance III 2.25% 1/10/2030	554	0.04
\$85,000	LYB International Finance III 3.625% 1/4/2051	58	0.00
\$1,700,000	Macquarie 1.935% 14/4/2028	1,195	0.08
\$220,000	Marathon Oil 4.4% 15/7/2027	173	0.01
\$340,000	Marathon Petroleum 3.8% 1/4/2028	260	0.02
\$270,000	Marathon Petroleum 4.7% 1/5/2025	213	0.01
\$880,000	Masco 1.5% 15/2/2028	595	0.04
\$255,000	Mastercard 3.95% 26/2/2048	204	0.01
\$615,000	McDonald's 4.875% 9/12/2045	511	0.03
\$920,000	Meituan 3.05% 28/10/2030	570	0.04
\$295,000	Merck & 2.9% 10/12/2061	189	0.01
\$300,000	Merck & 3.7% 10/2/2045	229	0.02
\$655,000	Metropolitan Life Global Funding I 3.45% 18/12/2026	507	0.03
\$1,020,000	Microsoft 2.921% 17/3/2052	704	0.05
\$320,000	Microsoft 3.95% 8/8/2056	261	0.02
\$300,000	Mid-America Apartments LP 1.7% 15/2/2031	201	0.01
\$20,000	Mid-America Apartments LP 2.875% 15/9/2051	13	0.00
\$100,000	Mid-America Apartments LP 2.875% 15/9/2051	64	0.00
\$1,875,000	Morgan Stanley 1.593% 4/5/2027	1,324	0.09
\$240,000	Morgan Stanley 2.239% 21/7/2032	162	0.01
\$400,000	Morgan Stanley 2.484% 16/9/2036	269	0.02
\$845,000	Morgan Stanley 2.511% 20/10/2032	588	0.04
\$555,000	Motorola Solutions 2.75% 24/5/2031	387	0.03
\$325,000	Motorola Solutions 2.75% 24/5/2031	227	0.02
\$460,000	MPLX LP 4.5% 15/4/2038	348	0.02
\$612,000	MPLX LP 4.8% 15/2/2029	492	0.03

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$155,000	National Retail Properties 3.5% 15/4/2051	104	0.01
\$1,300,000	NatWest 3.754% 1/11/2029	979	0.06
\$63,000	NBCUniversal Media 4.45% 15/1/2043	51	0.00
\$460,000	Neptune Energy Bondco 6.625% 15/5/2025	347	0.02
\$105,000	Newmont 2.25% 1/10/2030	72	0.00
\$175,000	Newmont 2.25% 1/10/2030	121	0.01
\$50,000	Newmont 4.875% 15/3/2042	42	0.00
\$1,930,000	NextEra Energy Capital 2.25% 1/6/2030	1,335	0.09
\$1,035,000	NiSource 0.95% 15/8/2025	728	0.05
\$840,000	Nissan Motor 3.043% 15/9/2023	632	0.04
\$930,000	Nissan Motor 4.345% 17/9/2027	709	0.05
\$300,000	Nomura 2.999% 22/1/2032	212	0.01
\$645,000	Norfolk Southern 2.55% 1/11/2029	472	0.03
\$355,000	Norfolk Southern 2.55% 1/11/2029	260	0.02
\$130,000	Norfolk Southern 3.05% 15/5/2050	86	0.01
\$688,000	NRG Energy 4.45% 15/6/2029	527	0.03
\$80,000	Nucor 2% 1/6/2025	59	0.00
\$505,000	Nucor 3.95% 1/5/2028	398	0.03
\$60,000	NVIDIA 2.85% 1/4/2030	45	0.00
\$115,000	NVIDIA 3.5% 1/4/2040	87	0.01
\$355,000	NXP / NXP Funding / NXP USA 3.4% 1/5/2030	263	0.02
\$240,000	NXP / NXP Funding / NXP USA 4.3% 18/6/2029	190	0.01
\$135,000	Ohio Power 1.625% 15/1/2031	88	0.01
\$135,000	Ohio Power 5.85% 1/10/2035	122	0.01
\$200,000	Omnicom 2.6% 1/8/2031	142	0.01
\$240,000	Oncor Electric Delivery 3.8% 30/9/2047	181	0.01
\$140,000	Oncor Electric Delivery 4.1% 15/11/2048	110	0.01
\$20,000	Oncor Electric Delivery 4.55% 1/12/2041	17	0.00
\$405,000	Oncor Electric Delivery 5.3% 1/6/2042	366	0.02
\$485,000	Oracle 2.875% 25/3/2031	342	0.02
\$80,000	Oracle 2.95% 1/4/2030	57	0.00
\$2,200,000	Oracle 3.65% 25/3/2041	1,462	0.10
\$95,000	Oracle 4% 15/7/2046	64	0.00
\$841,000	Oracle 4.125% 15/5/2045	574	0.04
\$10,000	Oracle 4.5% 8/7/2044	7	0.00

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets	Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$85,000	Otis Worldwide 2.565% 15/2/2030	61	0.00	\$505,000	salesforce.com 2.9% 15/7/2051	335	0.02
\$185,000	Otis Worldwide 2.565% 15/2/2030	132	0.01	\$395,000	Santander UK 2.469% 11/1/2028	284	0.02
\$115,000	Ovintiv 6.5% 15/8/2034	103	0.01	\$300,000	Santander UK 4.75% 15/9/2025	236	0.02
\$485,000	Pacific Gas and Electric 1.367% 10/3/2023	358	0.02	\$464,000	Santander UK 5% 7/11/2023	360	0.02
\$915,000	Paramount Global 4.2% 19/5/2032	705	0.05	\$500,000	Shell International Finance 4.375% 11/5/2045	408	0.03
\$1,095,000	Penske Truck Leasing Lp / PTL Finance 1.2% 15/11/2025	771	0.05	\$850,000	Shimao 3.45% 11/1/2031	162	0.01
\$185,000	Penske Truck Leasing Lp / PTL Finance 1.7% 15/6/2026	132	0.01	\$300,000	Simon Property LP 2.65% 1/2/2032	213	0.01
\$15,000	Penske Truck Leasing Lp / PTL Finance 4% 15/7/2025	12	0.00	\$1,600,000	Societe Generale 2.226% 21/1/2026	1,161	0.08
\$160,000	Pernod Ricard International Finance 2.75% 1/10/2050	100	0.01	\$400,000	Societe Generale 3% 22/1/2030	286	0.02
\$200,000	Perusahaan Perseroan Persero Perusahaan Listrik Negara 6.15% 21/5/2048	164	0.01	\$1,500,000	Societe Generale 3.337% 21/1/2033	1,068	0.07
\$335,000	Phillips 66 3.85% 9/4/2025	259	0.02	\$420,000	Societe Generale 4.25% 19/8/2026	322	0.02
\$205,000	Phillips 66 Partners LP 3.15% 15/12/2029	149	0.01	\$200,000	Societe Generale 7.875% Perpetual 18/6/2170	157	0.01
\$380,000	Pioneer Natural Resources 1.125% 15/1/2026	268	0.02	\$300,000	SoftBank 6% Perpetual 19/1/2171 ^o	218	0.01
\$245,000	Pioneer Natural Resources 1.9% 15/8/2030	164	0.01	\$22,000	Southern California Edison 3.65% 1/2/2050	15	0.00
\$375,000	Plains All American Pipeline LP / PAA Finance 4.5% 15/12/2026	296	0.02	\$20,000	Southern California Edison 3.65% 1/2/2050	14	0.00
\$470,000	Progress Energy 7.75% 1/3/2031	462	0.03	\$335,000	Southern California Edison 4.125% 1/3/2048	246	0.02
\$100,000	Prudential Financial 3.7% 13/3/2051	74	0.01	\$100,000	Southern California Edison 4.65% 1/10/2043	78	0.01
\$480,000	Prudential Financial 3.935% 7/12/2049	368	0.02	\$200,000	Southern Copper 5.25% 8/11/2042	171	0.01
\$603,000	PulteGroup 5.5% 1/3/2026	494	0.03	\$190,000	Spectra Energy Partners LP 4.5% 15/3/2045	144	0.01
\$400,000	Raytheon Technologies 1.9% 1/9/2031	269	0.02	\$1,490,000	SSE 4.75% 16/9/2077	1,119	0.07
\$595,000	Raytheon Technologies 4.625% 16/11/2048	500	0.03	\$495,000	Standard Chartered 2.608% 12/1/2028	358	0.02
\$130,000	RELX Capital 3% 22/5/2030	96	0.01	\$350,000	Standard Chartered 5.7% 26/3/2044	290	0.02
\$1,015,000	RELX Capital 3.5% 16/3/2023	771	0.05	\$135,000	Steel Dynamics 2.4% 15/6/2025	100	0.01
\$485,000	RELX Capital 4% 18/3/2029	384	0.03	\$225,000	Steel Dynamics 3.25% 15/10/2050	145	0.01
\$680,000	Republic Services 2.3% 1/3/2030	481	0.03	\$200,000	Stellantis Finance US 1.711% 29/1/2027	141	0.01
\$200,000	Rio Tinto Finance USA 4.125% 21/8/2042	159	0.01	\$160,000	Suncor Energy 5.95% 15/5/2035	142	0.01
\$100,000	Sabine Pass Liquefaction 4.5% 15/5/2030	80	0.01	\$290,000	Syngenta Finance 5.182% 24/4/2028	231	0.02
\$611,000	Sabine Pass Liquefaction 5.625% 15/4/2023	470	0.03	\$350,000	Tampa Electric 2.4% 15/3/2031	246	0.02
\$130,000	Sabine Pass Liquefaction 5.875% 30/6/2026	107	0.01				

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$155,000	Telefonica Emisiones 4.895% 6/3/2048	117	0.01
\$150,000	Telefonica Emisiones 5.213% 8/3/2047	119	0.01
\$720,000	TELUS 3.4% 13/5/2032	536	0.04
\$200,000	Tencent 2.985% 19/1/2023	151	0.01
\$400,000	Tencent 3.84% 22/4/2051	269	0.02
\$200,000	Tencent 3.925% 19/1/2038	144	0.01
\$240,000	T-Mobile USA 2.7% 15/3/2032	166	0.01
\$395,000	T-Mobile USA 3.5% 15/4/2025	301	0.02
\$1,023,000	T-Mobile USA 3.875% 15/4/2030	780	0.05
\$377,000	T-Mobile USA 3.875% 15/4/2030	288	0.02
\$310,000	TransCanada PipeLines 5% 16/10/2043	254	0.02
\$310,000	TransCanada PipeLines 6.2% 15/10/2037	286	0.02
\$300,000	Travelers Cos 4.6% 1/8/2043	254	0.02
\$600,000	TSMC Global 2.25% 23/4/2031	414	0.03
\$1,000,000	UBS 2.746% 11/2/2033	705	0.05
\$1,300,000	UBS 5.125% 15/5/2024	1,010	0.07
\$895,000	UBS 7% Perpetual 31/7/2170	702	0.05
\$1,500,000	UniCredit 1.982% 3/6/2027	1,040	0.07
\$405,000	Unilever Capital 1.375% 14/9/2030	268	0.02
\$345,000	Union Pacific 2.891% 6/4/2036	246	0.02
\$240,000	Union Pacific 4.05% 15/11/2045	186	0.01
\$30,000	Union Pacific 4.3% 1/3/2049	25	0.00
\$370,000	Union Pacific 4.375% 10/9/2038	289	0.02
\$700,057	United Airlines 2020-1 Class A Pass Through Trust 5.875% 15/4/2029	552	0.04
\$155,520	United Airlines 2020-1 Class B Pass Through Trust 4.875% 15/7/2027	118	0.01
\$75,000	United Parcel Service 3.4% 1/9/2049	56	0.00
\$250,000	UnitedHealth 3.875% 15/8/2059	190	0.01
\$650,000	UnitedHealth 4.75% 15/7/2045	557	0.04
\$253,786	US Airways 2013-1 Class A Pass Through Trust 3.95% 15/5/2027	187	0.01
\$120,000	Valero Energy 4% 1/6/2052	83	0.01

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
\$575,000	VeriSign 2.7% 15/6/2031	397	0.03
\$100,000	Verizon Communications 1.75% 20/1/2031	66	0.00
\$980,000	Verizon Communications 2.355% 15/3/2032	675	0.04
\$410,000	Verizon Communications 2.55% 21/3/2031	290	0.02
\$1,781,000	Verizon Communications 3.4% 22/3/2041	1,253	0.08
\$295,000	Verizon Communications 3.55% 22/3/2051	208	0.01
\$750,000	Viatris 1.65% 22/6/2025	541	0.04
\$200,000	Vigorous Champion International 4.25% 28/5/2029	148	0.01
\$310,000	Virginia Electric and Power 4.2% 15/5/2045	244	0.02
\$55,000	Visa 4.3% 14/12/2045	47	0.00
\$930,000	VMware 2.2% 15/8/2031	628	0.04
\$379,000	Vodafone 5.25% 30/5/2048	322	0.02
\$570,000	Volkswagen of America Finance 3.35% 13/5/2025	433	0.03
\$315,000	Walt Disney 3.8% 22/3/2030	250	0.02
\$400,000	Walt Disney 4.95% 15/10/2045	349	0.02
\$435,000	Waste Management 2% 1/6/2029	307	0.02
\$95,000	Waste Management 2.5% 15/11/2050	58	0.00
\$515,000	WEA Finance 2.875% 15/1/2027	378	0.03
\$1,065,000	Weibo 3.5% 5/7/2024	802	0.05
\$620,000	Weibo 3.5% 5/7/2024	467	0.03
\$1,300,000	Wells Fargo & 3.35% 2/3/2033	973	0.06
\$100,000	Wells Fargo & 4.75% 7/12/2046	82	0.01
\$400,000	Wells Fargo & 5.013% 4/4/2051	360	0.02
\$520,000	Welltower 2.05% 15/1/2029	364	0.02
\$37,000	Williams Cos 6.3% 15/4/2040	33	0.00
\$194,000	WPP Finance 2010 3.75% 19/9/2024	150	0.01
\$755,000	WRKCo 3% 15/6/2033	537	0.04
\$751,000	Wyeth 5.95% 1/4/2037	723	0.05
\$525,000	Xilinx 2.95% 1/6/2024	398	0.03
\$1,400,000	Zurich Finance Ireland Designated Activity 3.5% 2/5/2052	972	0.06

167,701 11.09

Portfolio Statement continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
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US Dollar Denominated Government Bonds – 0.00%; 28.2.2021 0.01%

COLLECTIVE INVESTMENT SCHEMES – 42.03; 28.2.2021 42.14%

Equity Funds – 13.07%; 28.2.2021 9.41%

3,588,907	BlackRock Global Fund - Emerging Markets Equity Income Fund†	52,141	3.45
59,783,959	Blackstone Loan Financing	37,990	2.51
19,700,697	Bluefield Solar Income Fund	24,074	1.59
45,076,798	Foresight Solar Fund	45,978	3.04
11,230,698	Schiehallion Fund	9,475	0.63
133,197	Schroder ISF Frontier Markets Equity	23,662	1.56
5,069,204	SME Credit Realisation Fund	4,334	0.29
		197,654	13.07

Exchange Traded Funds – 4.93%; 28.2.2021 5.55%

647,973	iShares GBP Ultrashort Bond UCITS ETF†	64,894	4.29
73,235	iShares MSCI EM Asia UCITS ETF†	9,681	0.64
		74,575	4.93

Investment Trusts – 4.54%; 28.2.2021 4.26%

5,336,749	BlackRock Frontiers Investment Trust†	6,724	0.44
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Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
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1,298,885	BlackRock Smaller Cos Trust†	21,380	1.41
15,994,819	Schroder UK Public Private	4,510	0.30
3,635,498	Scottish Mortgage Investment Trust	36,093	2.39
		68,707	4.54

Multi-Strategy Funds – 0.00%; 28.2.2021 0.00%

8,779,516	Starwood European Real Estate Finance	8,200	0.54
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Short-term Money Market Funds – 18.95%; 28.2.2021 22.55%

66,691	BlackRock ICS Euro Liquid Environmentally Aware Fund - Agency Income Class†	5,487	0.36
2,523,750	BlackRock ICS Sterling Liquid Environmentally Aware Fund - Agency Income Class†	252,313	16.68
386,628	BlackRock ICS US Dollar Liquid Environmentally Aware Fund - Agency Income Class†	28,869	1.91
		286,669	18.95

Holding or Nominal Value	Investment	Underlying Exposure – Derivatives £000's	Market Value £000's	% of Total Net Assets
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DERIVATIVES – 0.06%; 28.2.2021 2.11%

Credit Default Swaps – 0.02%; 28.2.2021 (0.04%)

1,370,000	Bank of America Merrill Lynch (BASF) 0% 20/12/2026	1,166	(34)	0.00
(1,710,000)	Barclays Bank (Anglo American) 0% 20/12/2026	1,440	262	0.02
1,390,000	Barclays Bank (CDX) 0% 20/12/2026	–	73	0.00
1,710,000	Barclays Bank (Glencore International) 0% 20/12/2026	1,460	(253)	(0.02)
1,150,000	Barclays Bank (Standard Chartered Bank) 0% 20/12/2026	857	(12)	0.00
2,915,000	Deutsche Bank (British American Tobacco) 0% 20/12/2026	2,489	(1)	0.00
2,000,000	Goldman Sachs (BNP Paribas) 0% 20/12/2026	1,498	(20)	0.00
5,960,000	Goldman Sachs (CDX) 0% 20/12/2026	3,189	303	0.02
2,725,000	Goldman Sachs (Lloyds TSB Bank) 0% 20/12/2026	2,307	(48)	0.00
1,360,000	JP Morgan Chase Bank (Eni) 0% 20/12/2026	1,168	(17)	0.00
1,370,000	Morgan Stanley (Lanxess) 0% 20/12/2026	1,153	(10)	0.00
1,300,000	Morgan Stanley (Unicredit) 0% 20/12/2026	1,007	82	0.00
		17,734	325	0.02

Forward Currency Contracts – (0.40%); 28.2.2021 0.95%

CA\$390,000	Canadian dollar vs UK sterling [^]	228	–	0.00
€12,600,000	Euro vs UK sterling	10,551	(109)	(0.01)
£127,528	UK sterling vs Australian dollar	130	(2)	0.00

Portfolio Statement continued

Holding or Nominal Value	Investment	Underlying Exposure – Derivatives £000's	Market Value £000's	% of Total Net Assets
£14,026,711	UK sterling vs Canadian dollar	14,020	6	0.00
£403,096,208	UK sterling vs Euro	403,304	(207)	(0.01)
£118,073	UK sterling vs Japanese yen [^]	118	–	0.00
£193,587	UK sterling vs Swiss franc	194	(1)	0.00
£809,413,808	UK sterling vs US dollar	819,009	(9,593)	(0.62)
US\$90,553,809	US dollar vs Euro	133,695	1,474	0.10
US\$27,200,000	US dollar vs Japanese yen	40,578	23	0.00
US\$61,600,000	US dollar vs Singapore dollar	91,950	–	0.00
US\$20,600,000	US dollar vs South Korean won	30,840	(90)	(0.01)
US\$105,400,000	US dollar vs Taiwan dollar	155,622	1,708	0.11
US\$144,164,203	US dollar vs UK sterling	107,598	639	0.04
		1,807,837	(6,152)	(0.40)
Futures – 0.77%; 28.2.2021 (0.18%)				
60	90-Day Euro\$ March 2023	10,971	(111)	(0.01)
(60)	90-Day Euro\$ December 2024	10,965	40	0.00
335	Australia 10 Year Bond March 2022	17,648	(931)	(0.06)
20	Australia 3 Year Bond March 2022	1,060	(14)	0.00
50	Canada 10 Year Bond June 2022	3,990	1	0.00
274	E-mini Consumer Staples Select March 2022	15,207	(233)	(0.01)
(174)	E-mini Financial Select March 2022	14,811	768	0.05
158	E-mini Healthcare Select March 2022	15,298	(179)	(0.01)
(209)	E-mini Industrial Select March 2022	15,173	550	0.04
(235)	E-mini Materials Select March 2022	15,118	475	0.03
305	E-mini Utilities Select March 2022	14,990	(437)	(0.03)
(1,385)	Euro Stoxx 50 March 2022	44,462	4,132	0.27
(139)	Euro-Bobl March 2022	15,270	(16)	0.00
(20)	Euro-BTP March 2022	2,351	(3)	0.00
262	Euro-Bund March 2022	36,457	(1,673)	(0.11)
(56)	Euro-Buxl March 2022	9,149	705	0.05
(24)	Euro-Schatz March 2022	2,245	(4)	0.00
(345)	FTSE 100 Index March 2022	25,397	(420)	(0.03)
2	Japan 10 Year Bond (OSE) March 2022	1,945	(20)	0.00
28	Long Gilt June 2022	3,440	15	0.00
2	MSCI EAFE March 2022	160	(7)	0.00
(462)	S&P 500 E-Mini March 2022	75,422	5,933	0.39
(457)	STOXX 600 Automobiles & Parts March 2022	11,614	1,045	0.07
(2,001)	STOXX 600 Banks March 2022	11,557	162	0.01
(237)	STOXX 600 Chemicals March 2022	11,820	969	0.06
375	STOXX 600 Food March 2022	12,689	(318)	(0.02)
297	STOXX 600 Healthcare March 2022	12,373	(195)	(0.01)
(407)	STOXX 600 Industrial March 2022	11,604	995	0.07
1,317	STOXX 600 Telecommunications March 2022	12,504	50	0.00
792	STOXX 600 Utilities March 2022	13,085	263	0.02
39	US 10 Year Note (CBT) June 2022	3,693	17	0.00
(107)	US 10 Year Ultra June 2022	11,210	(57)	0.00
99	US 2 Year Note (CBT) June 2022	15,882	22	0.00
218	US 5 Year Note (CBT) June 2022	19,186	68	0.00
69	US Long Bond (CBT) June 2022	7,989	46	0.00
54	US Ultra Bond (CBT) June 2022	7,410	14	0.00
		514,145	11,652	0.77

Portfolio Statement continued

Holding or Nominal Value	Investment	Underlying Exposure – Derivatives £000's	Market Value £000's	% of Total Net Assets
Inflation Swaps – (0.01%); 28.2.2021 0.00%				
1,510,000	Bank of America Merrill Lynch (UK sterling) 0% vs Variable 16/10/2031	1,394	(115)	(0.01)
Interest Rate Swaps – 0.00%; 28.2.2021 0.00%				
5,031,701	Bank of America Merrill Lynch (Euro) 0% vs Variable 9/10/2026	4,227	1	0.00
630,000	Bank of America Merrill Lynch (Swiss Franc) 0% vs Variable 25/11/2026	503	(10)	0.00
320,000	Bank of America Merrill Lynch (Swiss Franc) 0% vs Variable 25/11/2031	250	(11)	0.00
4,943,263	Morgan Stanley (Euro) 0% vs Variable 9/10/2026	4,147	(5)	0.00
1,620,000	Morgan Stanley (UK sterling) 0% vs Variable 1/3/2052	1,617	(17)	0.00
		10,744	(42)	0.00
Options – 0.01%; 28.2.2021 0.10%				
3,920,000	BNP Paribas (TOPIX Call 08/04/2022 @ 2025)	4,393	107	0.01
3,920,000	BNP Paribas (TOPIX Call 08/04/2022 @ 2050)	2,847	61	0.00
45	Euro Stoxx Banks Call Option 14/04/2022 105	41	2	0.00
(45)	Euro Stoxx Banks Call Option 14/04/2022 115	13	(1)	0.00
167	S&P 500 Call Option 18/03/2022 4850	512	8	0.00
		7,806	177	0.01
Total Return Swaps – (0.33%); 28.2.2021 1.28%				
35,913,967	Bank of America Merrill Lynch (Dow Jones US Select Home) 0% 23/4/2022	24,864	(1,964)	(0.13)
33,517,135	Barclays Bank (Volatility Carry Strategy Index) 0.54% 21/11/2022	24,926	(33)	0.00
55,032,931	Citibank (Commodities Daily Risk - Adjusted Market Neutral Carry Proxy Index) 0.96% 17/6/2022	38,439	(1,730)	(0.12)
22,835	Citibank (Global Brands Basket Index) 0% 5/9/2022	52,346	(3,454)	(0.23)
18,112,300	Citibank (US Volatility Dispersion Strategy Index) 0.88% 20/6/2022	15,647	2,258	0.15
4,300,000	Goldman Sachs International (Iboxx US Dollar Liquid High Yield Index) 0% 21/3/2022	3,237	(26)	0.00
		159,459	(4,949)	(0.33)
Portfolio of investments			1,380,546	91.26
Net other assets			132,178	8.74
Total net assets			1,512,724	100.00

Unless otherwise stated, all securities are either listed on a recognised exchange or traded on an eligible securities market.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Markets Authority ("ESMA") (as adopted by the FCA) and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

The counterparties the forward currency contracts are Bank of America Merrill Lynch, Bank of New York Mellon International, Barclays Bank Plc, BNP Paribas Arbitrage SNC, Citigroup Global Markets Limited, Deutsche Bank AG, Goldman Sachs International, HSBC Bank Plc, Morgan Stanley & Co. International Plc, Royal Bank of Canada, Standard Chartered Bank and UBS AG.

The total return swaps ("TRS") shown in the portfolio statement starting on page 43 are expressed at both their mark-to-market and original notional value, which when added together represent the current notional value of the TRS. The current notional value of a TRS represents the reference amount used to calculate payments between the counterparties to the TRS. The full notional value represents the economic interest in the security underlying the TRS, but does not change hands in full between the counterparties.

¹ Fair valued by the Manager

² Security fair valued by Manager at zero.

⁰ All or a portion of this investment represents a security on loan, see note 2(b) vi) for further details.

[^] Investments which are less than £500 are rounded to zero.

[†] Managed by a related party.

Statement of Total Return

for the year ended 28 February 2022

	Notes	£000's	For the year to 28.2.2022 £000's	£000's	For the year to 28.2.2021 £000's
Income					
Net capital (losses)/gains	3		(11,127)		201,502
Revenue	4	38,431		36,585	
Expenses	5	(12,941)		(15,508)	
Interest payable and similar charges	6	(1,824)		(2,497)	
Net revenue before taxation		23,666		18,580	
Taxation	7	(104)		(70)	
Net revenue after taxation			23,562		18,510
Total return before distributions			12,435		220,012
Distributions	8		(23,210)		(18,299)
Change in net assets attributable to unitholders from investment activities			(10,775)		201,713

Statement of Change in Net Assets Attributable to Unitholders

for the year ended 28 February 2022

	£000's	For the year to 28.2.2022 £000's	£000's	For the year to 28.2.2021 £000's
Opening net assets attributable to unitholders		2,116,967		2,010,050
Amounts receivable on issue of units	205,123		163,916	
Amounts payable on cancellation of units	(819,051)		(276,425)	
		(613,928)		(112,509)
Change in net assets attributable to unitholders from investment activities		(10,775)		201,713
Retained distribution on accumulation units		20,460		17,713
Closing net assets attributable to unitholders		1,512,724		2,116,967

Balance Sheet

at 28 February 2022

	Notes	28.2.2022 £000's	28.2.2021 £000's
Assets:			
Fixed assets			
– Investment assets		1,402,927	2,045,481
Current assets			
– Debtors	9	25,606	29,151
– Cash and bank balances	10	126,867	126,200
– Cash collateral posted		303	270
Total assets		1,555,703	2,201,102
Liabilities:			
Investment liabilities		(22,381)	(18,737)
Creditors			
– Amounts held at futures clearing houses and brokers		(8,378)	(4,076)
– Cash collateral payable		–	(29,220)
– Distributions payable		(141)	(95)
– Other creditors	11	(12,079)	(32,007)
Total liabilities		(42,979)	(84,135)
Net assets attributable to unitholders		1,512,724	2,116,967

G D Bamping (Director)

M T Zemek (Director)

BlackRock Fund Managers Limited

16 May 2022

Notes to Financial Statements

for the year ended 28 February 2022

1. Accounting and Distribution Policies

Accounting Policies

- (a) The financial statements have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice (UK GAAP) and the Statement of Recommended Practice for Authorised Funds (the "SORP") issued by the Investment Management Association (now known as the Investment Association) in May 2014 and amended in June 2017.

The financial statements have been prepared on a going concern basis in accordance with UK GAAP and the SORP. The Fund is able to meet all of its liabilities from its assets. The performance, marketability and risks of the Fund are reviewed on a regular basis throughout the financial period. Therefore, the Directors of the Manager believe that the Fund will continue in operational existence for a period of at least one year from the date of approval of the financial statements and is financially sound. The Directors of the Manager are satisfied that, at the time of approving the financial statements, and following consideration of COVID-19, it is appropriate to continue to adopt the going concern basis in preparing the financial statements of the Fund.

- (b) Bank interest is recognised on an accruals basis.

Dividends on quoted ordinary shares and preference shares are recognised when the securities are quoted ex-dividend. Where such securities are not quoted, dividends are recognised when the right to receive payment is established.

US REIT dividend revenue is accounted for partly as revenue and partly as capital, depending on the underlying REIT distribution. All REIT dividend revenue is recognised on an accruals basis.

Revenue from fixed interest securities is recognised on an effective interest rate basis.

Accrued interest purchased and sold on interest bearing securities is excluded from the capital cost of these securities and dealt with as part of the revenue of the Fund.

All distributions from Collective Investment Schemes ("CIS") are recognised when the securities are quoted ex-dividend. All distributions from holdings in CIS are treated as revenue with the exception of the equalisation element, which is treated as capital.

Any reported revenue from an offshore fund with reporting status from HMRC, in excess of any distribution received in the reporting period, is recognised as revenue no later than the date on which the reporting fund makes this information available. The equalisation element is treated as capital.

All revenue is recognised as a gross amount that takes account of any withholding taxes but excludes any other taxes such as attributable tax credits.

Revenue from securities lending is accounted for net of associated costs and is recognised on an accruals basis.

Returns from bond futures are streamed into revenue and capital components.

Returns from total return swaps in the form of dividends or interest received from the underlying security or index are recognised as revenue. Capital gains on the underlying security or index are treated as capital.

The Fund receives Manager's charge rebates from BlackRock related investments in the normal course of business. These are recognised on an accruals basis and are treated as revenue, unless it is the policy of the underlying fund to charge its fees to capital, in which case these rebates will be recognised as capital.

Notes to Financial Statements continued

- (c) Ordinary stock dividends are recognised wholly as revenue and are based on the market value of the shares on the date they are quoted ex-dividend. Where an enhancement is offered, the amount by which the market value of the shares (on the date they are quoted ex-dividend) exceeds the cash dividend is taken to capital.
- (d) The underlying circumstances behind both special dividends and share buy backs are reviewed on a case by case basis in determining whether the amount is revenue or capital in nature. Any tax treatment will follow the accounting treatment of the principal amount.
- (e) Underwriting commission is wholly recognised as revenue when the issue takes place, except where the Fund is required to take up some or all of the shares underwritten, in which case an appropriate proportion of the commission received is deducted from the cost of those shares.
- (f) All expenses, except those relating to the purchase and sale of investments are charged against revenue. All expenses are recognised on an accruals basis.
- (g) Provision for corporation tax is made at the current rate on the excess of taxable revenue over allowable expenses. Provision is made on all material timing differences arising from the different treatment of items for accounting and tax purposes. A deferred tax asset is recognised only to the extent that it is considered more likely than not that there will be taxable profits in the future against which the asset can be offset.
- (h) Where the end of the accounting year on the Balance Sheet date is a business day, the valuation point is 12 noon, and where the end of the accounting year on the Balance Sheet date is a non-business day, the valuation point is end of day. All investments are valued at their fair value as at the end of the accounting period. In the case of an investment which is not quoted, listed or dealt in on a recognised market, or in respect of which a listed, traded or dealt price or quotation is not available at the time of valuation, the fair value of such investment shall be estimated with care and in good faith by a competent professional person, body, firm or corporation including the Manager's pricing committee and such fair value shall be determined on the basis of the probable realisation value of the investment. The Manager shall be entitled to adopt an alternative method of valuing any particular asset if it considers that the methods of valuation set out above do not provide a fair valuation of a particular asset or liability.

For Over-the-Counter ("OTC") derivatives including Credit Default Swaps, Currency Swaps, Forward Currency Contracts, Inflation Swaps, Interest Rate Swaps, OTC Options, Swaptions, Synthetic Caps, Total Return Swaps and Volatility Swaps; fair value is determined based on valuation pricing models which take into account relevant market inputs as well as the time values, liquidity and volatility factors underlying the positions. The fair value of exchange traded and over the counter derivatives represents the price that would be required to close out the contracts at the Balance Sheet date. Amounts due to and from an individual counterparty which falls under a legally enforceable master netting agreement are netted.

Investments in dual priced Collective Investment Schemes have been valued at bid price market values, defined as fair value, which is 12 noon where this is a business day or end of day where this is a non-business day at the end of the accounting period, in accordance with the valuation point of the underlying fund. Investments in single priced Collective Investment Schemes have been valued at market values, defined as fair value, which is 12 noon where this is a business day or end of day where this is a non-business day at the end of the accounting period, in accordance with the valuation point of the underlying fund.

- (i) Any transactions in foreign currencies are translated into Sterling at the rates of exchange ruling on the date of any such transaction. Assets and liabilities in foreign currencies are translated into Sterling at the exchange rates ruling at the end of the accounting period. Revenue items in foreign currencies are translated into Sterling at the exchange rate when the revenue is received.

Notes to Financial Statements continued

- (j) Where appropriate, certain permitted financial instruments such as derivatives are used for efficient portfolio management. Where such financial instruments are used to protect or enhance revenue, the revenue and expenses derived therefrom are included in 'Revenue' in the Statement of Total Return. Where such financial instruments are used to protect or enhance capital, the gains and losses derived therefrom are included in 'Net capital (losses)/gains' in the Statement of Total Return.

Revenue from over the counter derivatives is received in the form of premiums received on written options. Such premiums are recognised as revenue on a straight line basis over the period of the contract, with the balance recognised as capital. If the contract is sold or closed out, the unamortised portion of the premium remains in capital.

- (k) Cash and bank balances consist of deposits held on call with banks and cash held with clearing brokers and counterparties.
- (l) Cash collateral provided by the Fund is identified on the Balance Sheet as pledged cash collateral and is not included as a component of cash and cash equivalents.

For collateral other than cash provided by the Fund, the party to whom the collateral is provided has the right by contract to sell or repledge the collateral but has an obligation to return equivalent securities to the Fund on maturity or sale of the contract. The Fund classifies these assets on its Balance Sheet separately from other assets and identifies the asset as pledged investments. Such assets are valued consistently with the accounting policies listed above.

Cash collateral provided to the Fund by counterparties is identified in the Balance Sheet as cash collateral payable. The Fund may reinvest this cash collateral and the assets purchased are included in investment assets or cash equivalents on the Balance Sheet.

For collateral received from counterparties other than cash, a disclosure of the collateral provided is made in the notes to the financial statements.

Distribution Policies

- (m) The ordinary element of stock dividends is treated as revenue and forms part of the distribution.
- (n) Special dividends and share buy backs recognised as revenue form part of the distribution.
- (o) Returns from bond futures recognised as revenue from long positions form part of the distribution. Amounts recognised as revenue from short positions reduce the amounts available for distribution.

2. Financial Instruments and Risks

The Fund's investment activities expose it to the various types of risk which are associated with the financial instruments and markets in which it invests. The following information is not intended to be a comprehensive summary of all risks and investors should refer to the Prospectus for a more detailed discussion of the risks inherent in investing in the Fund.

Risk management framework

The Manager has delegated the day-to-day administration of the investment programme to the Investment Manager. The Investment Manager is also responsible for ensuring that the Fund is managed within the terms of its investment guidelines and limits set out in the Prospectus. The Manager reserves to itself the investment performance, product risk monitoring and oversight and the responsibility for the monitoring and oversight of regulatory and operational risk for the Fund.

Notes to Financial Statements continued

The Manager has appointed a risk manager who has responsibility for the daily risk management process with assistance from key risk management personnel of the Investment Manager, including members of the BlackRock Risk and Quantitative Analysis Group (“RQA Group”) which is a centralised group which performs an independent risk management function. The RQA Group independently identifies, measures and monitors investment risk. The RQA Group tracks the actual risk management practices being deployed across the different funds. By breaking down the components of the process, the RQA Group has the ability to determine if the appropriate risk management processes are in place for the Fund. This captures the risk management tools employed, how the levels of risk are controlled, ensuring risk/return is considered in portfolio construction and reviewing outcomes.

The principal risk exposure of the Fund is set out as follows:

(a) **Market risk**

Market risk arises mainly from uncertainty about future values of financial instruments influenced by other price, currency and interest rate movements. It represents the potential loss the Fund may suffer through holding market positions in the face of market movements. The Fund is exposed to market risk by virtue of its investments in equities, corporate bonds, government bonds, credit default swaps, inflation swaps, interest rate swaps, futures contracts, total return swaps, options and forward currency contracts.

A key metric the RQA Group uses to measure market risk is Value-at-Risk (“VaR”) which encompasses price, currency and interest rate risk. VaR is a statistical risk measure that estimates the potential portfolio loss from adverse market moves in an ordinary market environment. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis.

The VaR calculations are based on an adjusted historical simulation model with a confidence level of 99%, a holding period of one day and a historical observation period of not less than one year (250 days). A VaR number is defined at a specified probability and a specified time horizon. A 99% one day VaR means that the expectation is that 99% of the time over a one day period the Fund will lose less than this number in percentage terms. Therefore, higher VaR numbers indicate higher risk.

It is noted that the use of the VaR methodology has limitations, namely that the use of historical market data as a basis for estimating future events does not encompass all possible scenarios, particularly those that are of an extreme nature and that the use of a specified confidence level (e.g. 99%) does not take into account losses that occur beyond this level. There is some probability that the loss could be greater than the VaR amounts. These limitations and the nature of the VaR measure mean that the Fund can neither guarantee that losses will not exceed the VaR amounts indicated, nor that losses in excess of the VaR amounts will not occur more frequently.

The one day VaR as at 28 February 2022 and 28 February 2021 based on a 99% confidence level was 1.02% and 1.06% respectively.

i) **Market risk arising from foreign currency risk**

Exposure to foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Fund may invest in securities, which may be denominated in currencies other than its reporting currency.

The Fund may also invest in forward currency contracts and thus gain further exposure to foreign currency risk.

Management of foreign currency risk

Foreign currency exposures are managed within parameters utilising forward currency contracts. The details of the contracts in place at the year end are disclosed in the Portfolio Statement.

ii) Market risk arising from other price risk

Exposure to other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting similar financial instruments traded in the market. Local, regional or global events such as war, acts of terrorism, the spread of infectious illness or other public health issue, recessions, or other events could have a significant impact on the Fund and market prices of its investments.

The coronavirus outbreak has had a profound impact on all aspects of society in recent years. While there is a growing consensus in developed economies that the worst of the impact is now over, there is an expectation that travel restrictions, enhanced health screenings at ports of entry and elsewhere, disruption of and delays in healthcare service preparation and delivery, cancellations, supply chain disruptions, and lower consumer demand will create ongoing challenges. While widescale vaccination programmes are now in place in many countries and are having a positive effect, the impact of COVID-19 continues to adversely affect the economies of many nations across the globe and this impact may be greater where vaccination rates are lower, such as in certain emerging markets. Although it is difficult to make timing predictions, it is expected that the economic effects of COVID-19 will continue to be felt for a period after the virus itself has moved from being pandemic to endemic in nature, and this in turn may continue to impact investments held by the Fund.

The Fund is exposed to other price risk arising from its investments. The exposure of the Fund to other price risk is the market value of the investments held as shown in the Portfolio Statement of the Fund.

Management of other price risk

The Investment Manager manages the Fund's other price risk on a daily basis in accordance with the Fund's investment objective.

By diversifying the portfolio, where this is appropriate and consistent with the Fund's objectives, the risk that a price change of a particular investment will have a material impact on the Net Asset Value ("NAV") of the Fund is minimised. The investment concentrations within the portfolio are disclosed in the portfolio statement by investment type.

The other price risk inherent in holdings in CIS is monitored by the Investment Manager by understanding the investment objectives of the underlying funds as well as their internal control policies and regular risk and performance reporting.

iii) **Market risk arising from interest rate risk**

Exposure to interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Fund is exposed to interest rate risk on its cash and bank balances held at The Bank of New York Mellon (International) Limited, amounts held at futures clearing houses and brokers, cash equivalent holdings and its investments in fixed and floating rate interest bearing securities where the value of these securities may fluctuate as a result of a change in interest rates. Cash held on deposit at The Bank of New York Mellon (International) Limited receives/incurs interest at the prevailing daily rate which may be negative depending on the currency in which the cash is held.

The Fund also has indirect exposure to interest rate risk through its investments into CIS, whereby the value of the underlying asset may fluctuate as a result of a change in interest rates and through its investment in futures contracts, whereby the value of an underlying fund may fluctuate as a result of a change in interest rates through their investments in interest-bearing securities.

Management of interest rate risk

Interest rate risk exposure is managed by constantly monitoring the position for deviations outside a pre-determined tolerance level and, when necessary, rebalancing back to the original desired parameters.

(b) Counterparty credit risk

Exposure to counterparty credit risk

Counterparty credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Fund is exposed to counterparty credit risk from the parties with which they trade and will bear the risk of settlement default.

Management of counterparty credit risk

Counterparty risk is monitored and managed by BlackRock's RQA Counterparty & Concentration Risk Team. The team is headed by BlackRock's Chief Counterparty Credit Officer who reports directly to the Global Head of RQA. Credit authority resides with the Chief Counterparty Credit Officer and selected team members to whom specific credit authority has been delegated. As such, counterparty approvals may be granted by the Chief Counterparty Credit Officer or by identified RQA Credit Risk Officers who have been formally delegated authority by the Chief Counterparty Credit Officer as deemed appropriate.

BlackRock's RQA Counterparty & Concentration Risk Team completes a formal review of each new counterparty, monitors and reviews all approved counterparties on an ongoing basis and maintains an active oversight of counterparty exposures.

The Manager maintains a list of approved counterparties. This list is regularly monitored and revised for changes based on the counterparty's creditworthiness, market reputation and expectations of future financial performance. Transactions will only be opened with financial intermediaries on the approved counterparties list.

i) **Exchange Traded Financial Derivative Instruments**

The Fund's holdings in futures contracts expose the Fund to counterparty credit risk.

Management of counterparty credit risk related to futures contracts

The exposure is limited by trading the contracts through a clearing house. The Fund's exposure to counterparty credit risk on contracts in which it currently has a gain position is reduced by such gains received in cash from the counterparty under the daily mark-to market mechanism on exchange traded futures contracts (variation margin). The Fund's exposure to credit risk on contracts in which it currently has a loss position is equal to the amount of margin posted to the counterparty which has not been transferred to the exchange under the daily mark-to-market mechanism. The counterparty for futures contracts is Goldman Sachs International.

The market value of the exchange traded derivatives held by the Fund is shown in the portfolio statement.

Margin is paid or received on futures to cover any exposure by the counterparty or the Fund to each other. Margin receivable from the Fund's clearing brokers and various counterparties is included in "Cash and bank balances" on the Balance Sheet. Margin payable to the Fund's clearing brokers and various counterparties is included in "Amounts held at futures clearing houses and brokers" on the Balance Sheet.

Counterparty exposure has not been disclosed for exchange traded derivatives as the exchange requirements in respect of collateral mean that, in the opinion of the Manager, the counterparty risk is mitigated.

ii) **Over-the-Counter ("OTC") Financial Derivative Instruments ("FDIs")**

The Fund's holdings in OTC FDIs expose the Fund to counterparty credit risk.

Counterparty credit risk arises from the failure of the counterparty to perform according to the terms of the contract. The Fund's exposure to counterparty credit risk is limited to the contracts in which it currently has a gain position reduced by the cash collateral received from the counterparty or to counterparties which have received collateral from the Fund.

All OTC FDIs are entered into by the Fund under an International Swaps and Derivatives Associations, Inc. Master Agreement ("ISDA Master Agreement") or similar agreement. An ISDA Master Agreement is a bilateral agreement between the Fund and a counterparty that governs OTC FDIs (including total return swaps) entered into by the parties. The parties' exposures under the ISDA Master Agreement are netted and collateralised together, therefore any collateral disclosures provided are in respect of all OTC FDIs entered into by the Fund under the ISDA Master Agreement, not just total return swaps. All collateral received/posted by the Fund under the ISDA Master Agreement is transferred bilaterally under a title transfer arrangement.

Cash held as security by the counterparty to derivative contracts is subject to the credit risk of the counterparty.

The carrying value of financial assets together with cash best represents the Fund's gross maximum exposure to counterparty credit risk at the reporting date, before including the effect of ISDA Master Agreements and close-out netting, which would reduce the overall counterparty credit risk exposure.

Notes to Financial Statements continued

The Fund's maximum exposure to counterparty credit risk from holding forward currency contracts will be equal to the notional amount of the currency and any net unrealised gains or losses as disclosed in the portfolio statement.

Management of counterparty credit risk related to OTC FDIs

Forward currency contracts do not require variation margin and thus the counterparty credit risk is monitored through the BlackRock RQA Counterparty & Concentration Risk Team which monitors the creditworthiness of the counterparty. The counterparties for forward currency contracts are disclosed in the portfolio statement.

The lowest credit rating of any one counterparty as at 28 February 2022 was A- (28 February 2021: A+) (Standard & Poor's rating).

The following tables detail the number of counterparties the Fund is exposed to by OTC FDIs type and the maximum exposure (which is calculated on a net basis) to any one counterparty.

28 February 2022

Counterparty	Credit Default Swaps £000's	Forwards £000's	Inflation Swaps £000's	Interest Rate Swaps £000's	OTC Options £000's	Total Return Swaps £000's	Total Exposure £000's
Bank of America Merrill Lynch	(34)	(4)	(115)	(20)	–	(1,964)	(2,137)
Bank of New York Mellon International	–	(2)	–	–	–	–	(2)
Barclays Bank Plc	70	(29)	–	–	–	(33)	8
BNP Paribas Arbitrage SNC	–	(5)	–	–	168	–	163
Citigroup Global Markets Limited	–	23	–	–	–	(2,926)	(2,903)
Deutsche Bank AG	(1)	4	–	–	–	–	3
Goldman Sachs International	235	692	–	–	–	(26)	901
HSBC Bank Plc	–	(87)	–	–	–	–	(87)
J.P. Morgan Securities Plc	(17)	–	–	–	–	–	(17)
Morgan Stanley & Co. International Plc	72	(8,674)	–	(22)	–	–	(8,624)
Standard Chartered Bank	–	1,619	–	–	–	–	1,619
UBS AG	–	311	–	–	–	–	311

Notes to Financial Statements continued

28 February 2021

Counterparty	Credit Default Swaps £000's	Forwards £000's	Interest Rate Swaps £000's	Total Return Swaps £000's	Total Exposure £000's
Bank of America Merrill Lynch	–	14	–	(11)	3
Bank of New York Mellon International	–	43	–	–	43
Barclays Bank Plc	(164)	15,997	–	(385)	15,448
BNP Paribas Arbitrage SNC	–	(8)	–	12,341	12,333
Citigroup Global Markets Limited	–	(2,937)	–	9,714	6,777
Credit Suisse International	–	–	60	–	60
Goldman Sachs International	(446)	3,385	–	280	3,219
J.P. Morgan Securities Plc	(208)	4	–	–	(204)
Morgan Stanley & Co. International Plc	(113)	(304)	–	(580)	(997)
Royal Bank of Canada	–	21	–	–	21
Société Générale SA	–	–	–	5,671	5,671
Standard Chartered Bank	–	200	–	–	200
State Street Global Advisors Limited	–	3,566	–	–	3,566
Toronto-Dominion Bank	–	67	–	–	67
UBS AG	–	(25)	–	–	(25)

iii) Trustee and Custodian

The Fund's Trustee and Custodian is The Bank of New York Mellon (International) Limited (the "Trustee" and "Custodian").

Substantially all of the investments other than FDIs of the Fund are held by the Custodian at year end. Investments are segregated from the assets of the Custodian, with ownership rights remaining with the Fund. Bankruptcy or insolvency of the Custodian may cause the Fund's rights with respect to its investments held by the Custodian to be delayed or limited. The maximum exposure to this risk is the total amount of equity and bond investments disclosed in the portfolio statement.

The Fund will be exposed to the credit risk of the Custodian, or any depository used by the Trustee regarding cash balances held in accounts with same. In the event of insolvency or bankruptcy of the Custodian or any depository used by the Trustee, the Fund will be treated as a general creditor of the Trustee.

Management of counterparty credit risk related to the Trustee and Custodian

To mitigate the Fund's credit risk with respect to the Trustee, the Investment Manager of the Fund employs specific procedures to ensure that the Trustee employed is a reputable institution and that the associated credit risk is acceptable to the Fund. The Fund only transacts with counterparties that are regulated entities subject to prudential supervision, or with high credit-ratings assigned by international credit-rating agencies.

Notes to Financial Statements continued

The long term credit rating of the parent company of the Trustee and Custodian, The Bank of New York Mellon Corporation, as at 28 February 2022 was A (28 February 2021: AA-) (Standard & Poor's rating).

iv) Counterparties

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

Counterparty credit risk arising on transactions with brokers relates to transactions awaiting settlement. Risk relating to unsettled transactions is considered small due to the short settlement period involved and the high credit quality of the brokers used.

Management of counterparty credit risk related to Counterparties

The Manager monitors the credit rating and financial position of the brokers used to further mitigate this risk.

v) Debt securities

Issuer credit risk is the default risk of one of the issuers of any securities held by the Fund.

Bonds or other debt securities involve credit risk to the issuer which may be evidenced by the issuer's credit rating. Securities which are subordinated and/or have a higher credit risk have a greater possibility of default than more highly rated securities. The Fund invests into sovereign debt which exposes the Fund to the risk that the issuer of the bonds may default on interest or principal payments.

Management of counterparty credit risk related to debt securities

To manage this risk the Investment Manager invests in a wide range of securities, subject to the investment objective of the Fund and monitors the credit ratings of the investments as disclosed in the portfolio statement. The ratings of the debt securities are continually monitored by the BlackRock Portfolio Management Group.

The following tables detail the credit rating profile of the debt securities held by the Fund as a percentage of the NAV as at the Balance Sheet date:

28 February 2022

Investment grade	Non-investment grade	Not rated	Total
%	%	%	%
17.91	4.98	0.50	23.39

28 February 2021

Investment grade	Non-investment grade	Not rated	Total
%	%	%	%
25.84	4.12	0.44	30.40

vi) Securities lending

The Fund engages in security lending activities which expose the Fund to counterparty credit risk. The maximum exposure to the Fund is equal to the value of the securities loaned.

Notes to Financial Statements continued

Securities lending transactions entered into by the Fund are subject to a written legal agreement between the Fund and the Stock Lending Agent, BlackRock Advisors (UK) Limited, a related party to the Fund, and separately between the Stock Lending Agent and the approved borrowing counterparty. Collateral received in exchange for securities lent is transferred under a title transfer arrangement and is delivered to and held in an account with a tri-party collateral manager in the name of the Trustee on behalf of the Fund. Collateral received is segregated from the assets belonging to the Fund's Trustee or the Stock Lending Agent.

The following table details the value of securities on loan (individually identified in the Portfolio Statement) and associated collateral received, analysed by borrowing counterparty as at the Balance Sheet date.

Counterparty	Counterparty's country of establishment	28 February 2022		28 February 2021	
		Securities on loan	Collateral received	Securities on loan	Collateral received
		£000's	£000's	£000's	£000's
Barclays Bank Plc	UK	2,726	2,844	1,684	1,750
Barclays Capital Securities Limited	UK	2,441	2,709	697	799
BNP Paribas Arbitrage SNC	France	1,657	1,780	514	538
Citigroup Global Markets Limited	UK	1,127	1,229	721	773
Credit Suisse International	UK	1,210	1,261	437	491
Deutsche Bank AG	Germany	–	–	363	406
Deutsche Bank AG (Euroclear)	Germany	445	474	–	–
Goldman Sachs International	UK	4,510	4,846	1,394	1,561
HSBC Bank Plc	UK	715	785	428	466
J.P. Morgan Securities Plc	UK	3,575	4,076	2,127	2,304
J.P. Morgan Securities Plc (Euroclear)	UK	562	584	928	966
Merrill Lynch International	UK	992	1,105	2,478	2,557
Morgan Stanley & Co. International Plc	UK	1,587	1,692	3,227	3,811
Nomura International Plc	UK	129	135	468	492
Société Générale SA	France	3,024	3,353	60	66
The Bank of Nova Scotia	Canada	518	570	3,752	4,093
UBS AG	Switzerland	8,168	9,264	4,071	4,515
Total		33,386	36,707	23,349	25,588

At 28 February 2022, collateral received from these borrowing counterparties comprised of 46.25% in debt securities and 53.75% in equity securities (28 February 2021: 52.78% in debt securities, 46.71% in equity securities and 0.51% in cash).

Collateral accepted is non-cash in the form of sovereign debt rated AA or better from approved governments only, supranational debt obligations rated AAA or better, equity securities and exchange traded funds listed on a recognised exchange.

Management of counterparty credit risk related to securities lending

To mitigate this risk, the Fund receives either cash or securities as collateral equal to a certain percentage in excess of the fair value of the securities loaned. The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary. As at 28 February 2022 and 28 February 2021, all non-cash collateral received consists of securities admitted to or dealt on a recognised exchange.

Notes to Financial Statements continued

The Fund also benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears the cost of indemnification against borrower default.

vii) Collateral

The Fund engages in activities which may require collateral to be provided to a counterparty (“collateral posted”) or may hold collateral received (“collateral received”) from a counterparty.

Management of counterparty credit risk related to collateral

The Fund uses inbound collateral received from a counterparty to reduce the credit risk associated with any trading activity the Fund has engaged in.

Cash collateral posted by the Fund is separately identified on the Balance Sheet as cash collateral posted and is not included as a component of cash and cash equivalents. Cash collateral received by the Fund is reflected on the Balance Sheet as cash collateral payable.

As at 28 February 2022 collateral received by the Fund in respect of OTC FDIs was £Nil. Collateral posted by the Fund in respect of OTC FDIs was £303,000 in the form of cash.

As at 28 February 2021 collateral received by the Fund in respect of OTC FDIs was £29,220,000 in the form of cash. Collateral posted by the Fund in respect of OTC FDIs was £270,000 in the form of cash..

(c) Liquidity risk

Exposure to liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulties in meeting its obligations associated with financial liabilities.

Liquidity risk to the Fund arises from the redemption requests of unitholders and the liquidity of the underlying investments the Fund is invested in. The Fund’s unitholders may redeem their units on the close of any daily dealing deadline for cash equal to a proportionate share of the Fund’s NAV. The Fund is therefore potentially exposed to the liquidity risk of meeting the unitholders’ redemptions and may need to sell assets at prevailing market prices to meet liquidity demands.

The Fund is also exposed to the liquidity risk of daily margin calls on derivatives.

All non-derivative financial liabilities including distributions payable held by the Fund as at 28 February 2022 and 28 February 2021, based on contractual maturities, fall due within one to three months.

Management of liquidity risk

Liquidity risk is minimised by holding sufficient liquid investments which can be readily realised to meet liquidity demands.

At times of excessive redemptions the Manager may decide to defer redemptions at any valuation point to the next valuation point where the requested aggregate redemptions exceed 10 per cent of the Fund’s NAV. This will therefore allow the Manager to protect the interests of continuing unitholders by allowing the Manager to match the sale of scheme property to the level of redemptions. This should reduce the impact

of dilution on the Fund. All unitholders who have sought to redeem units at any valuation point at which redemptions are deferred will be treated consistently and any redemption requests received in the meantime will not be processed until the redemption requests that have been deferred to the subsequent valuation points have been processed.

The Fund's liquidity risk is managed on a daily basis by the Investment Manager in accordance with established policies and procedures in place. The portfolio managers review daily forward looking cash reports which project cash obligations. These reports allow them to manage the Fund's cash obligations.

(d) Valuation of financial instruments

The Fund classifies financial instruments measured at fair value using a fair value hierarchy. The fair value hierarchy has the following categories:

Level 1 – Unadjusted quoted prices for identical instruments in active markets

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available and those prices represent actual and regularly occurring market transactions on an arm's length basis. The Fund does not adjust the quoted price for these instruments.

Level 2 – Valuation techniques using observable inputs other than quoted prices in level 1

This category includes instruments valued using quoted prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Valuation techniques used for non-standardised financial instruments such as OTC derivatives, include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity determined inputs.

Level 3 – Valuation techniques using significant unobservable inputs

This category includes all instruments where the valuation techniques used include inputs not based on market data and these inputs could have a significant impact on the instrument's valuation.

This category also includes instruments that are valued based on quoted prices for similar instruments where significant entity determined adjustments or assumptions are required to reflect differences between the instruments and instruments for which there is no active market.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement.

Notes to Financial Statements continued

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability. The determination of what constitutes 'observable' inputs requires significant judgement by the Investment Manager. The Investment Manager considers observable inputs to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The table below is an analysis of the Fund's investment assets and investment liabilities measured at fair value at the Balance Sheet date.

	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2022				
Investment assets	546,031	856,896	– [#]	1,402,927
Investment liabilities	(8,073)	(14,308)	–	(22,381)
28 February 2021				
Investment assets	672,711	1,371,028	1,742	2,045,481
Investment liabilities	(12,150)	(6,587)	–	(18,737)

[#] Includes illiquid securities fair valued by the Manager at zero. These securities are identified on the Fund's Portfolio Statement.

(e) Global exposure

The Manager is required by the COLL Sourcebook to employ a risk management process in respect of the Fund which enables it to accurately monitor and manage the global exposure from Financial Derivative Instruments ("FDIs").

The Manager uses the Absolute VaR methodology to measure the Fund's global exposure. For Absolute VaR, the monthly VaR will not exceed 20% of the Fund's NAV. Where a VaR calculation is performed using a horizon other than the one month regulatory limit, this 20% limit will be rescaled to reflect the appropriate risk horizon period as directed by the relevant regulatory guidelines. Utilisation refers to the level of risk taken in this context.

The exposures to FDIs at year end are marked on the Portfolio Statement.

The tables below detail the highest, lowest and average utilisation of the VaR limit, expressed as a percentage of the respective relative VaR regulatory limit.

28 February 2022

Highest utilisation of the VaR limit	Lowest utilisation of the VaR limit	Average utilisation of the VaR limit
25.35%	13.44%	18.70%

28 February 2021

Highest utilisation of the VaR limit	Lowest utilisation of the VaR limit	Average utilisation of the VaR limit
70.44%	16.32%	35.82%

(f) Leverage

The use of derivatives may expose the Fund to a higher degree of risk. In particular, derivative contracts can be highly volatile and the amount of initial margin is generally small relative to the size of the contract so that transactions may be leveraged in terms of market exposure. A relatively small market movement may have a potentially larger impact on derivatives than on standard bonds or equities. Leveraged derivative positions can therefore increase a fund's volatility.

The leverage is calculated on a gross exposure basis, by taking the sum of the notional values of the derivatives used by the Fund, without netting, and is expressed as a percentage of the NAV.

The average level of leverage employed by the Fund during the year was 159.02% (28 February 2021: 214.22%).

3. Net Capital (Losses)/Gains

	For the year to 28.2.2022 £000's	For the year to 28.2.2021 £000's
The net capital (losses)/gains comprise:		
Gains on non-derivative securities	23,876	102,108
(Losses)/gains on derivative securities	(28,040)	126,061
Currency losses	(7,059)	(26,720)
Manager's charge rebates	179	168
Custodian transaction costs	(83)	(115)
Net capital (losses)/gains	(11,127)	201,502

4. Revenue

	For the year to 28.2.2022 £000's	For the year to 28.2.2021 £000's
Equity distributions on CIS holdings	832	48
Interest from overseas fixed interest securities	12,289	13,561
Interest from UK bank deposits	23	142
Interest from UK fixed interest securities	1,579	3,776
Manager's charge rebates	412	657
Overseas dividends	18,093	13,652
Overseas REIT dividends	6	16
Returns from bond futures	722	653
Revenue from short-term money market funds	255	223
Financing receipts from total return swaps	143	68
Securities lending revenue	106	48
Stock dividends	14	13
UK dividends	3,861	3,694
UK REIT dividends	35	1
US REIT dividends	61	33
Total revenue	38,431	36,585

5. Expenses

	For the year to 28.2.2022 £000's	For the year to 28.2.2021 £000's
Payable to the Manager or associates of the Manager:		
– Annual service charge	445	584
– Manager's charge	12,218	14,510
	12,663	15,094
Other expenses:		
– Audit fee	9	9
– Legal and other professional fees	10	28
– Safe custody fees	50	128
– Trustee's fees	209	249
	278	414
Total expenses	12,941	15,508

Notes to Financial Statements continued

6. Interest Payable and Similar Charges

	For the year to 28.2.2022 £000's	For the year to 28.2.2021 £000's
Interest on bank overdrafts	170	307
Interest paid on margin deposits	7	10
Revenue from total return swaps	600	1,253
Returns from short position bond futures	964	926
Interest on collateral	83	1
Total interest payable and similar charges	1,824	2,497

7. Taxation

(a) Analysis of tax charge

	For the year to 28.2.2022 £000's	For the year to 28.2.2021 £000's
Overseas tax	492	315
Current tax charge	492	315
Deferred tax credit [see note(c)]	(388)	(245)
Total tax charge [see note 7(b)]	104	70

Notes to Financial Statements continued

7. Taxation continued

(b) Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2022 £000's	For the year to 28.2.2021 £000's
Net revenue before taxation	23,666	18,580
Corporation tax at 20% (28 February 2021: 20%)	4,733	3,716
Effects of:		
Capitalised income subject to tax	36	34
Movement in unrecognised excess management expenses	(1,021)	(515)
Overseas tax	492	315
Prior year adjustment to excess management expenses	–	(114)
Relief on overseas tax expensed	(5)	(3)
Revenue not subject to tax	(4,131)	(3,363)
Total tax charge [see note 7(a)]	104	70

At 28 February 2022 there is a potential deferred tax asset of £2,729,000 (28 February 2021: £3,361,000) due to tax losses of £13,643,000 (28 February 2021: £16,809,000). There is evidence that taxable profits may arise in the future, therefore the fund has recognised £633,000 (28 February 2021: £245,000) of the potential deferred tax asset. Consequently the fund has an unrecognised deferred tax asset carried forward of £2,096,000 (28 February 2021: £3,117,000).

(c) Deferred tax

	For the year to 28.2.2022 £000's	For the year to 28.2.2021 £000's
Opening deferred tax balance	245	–
Deferred tax movement [see Note 7(a)]	388	245
Closing deferred tax balance	633	245

Notes to Financial Statements continued

8. Distributions

	For the year to 28.2.2022 £000's	For the year to 28.2.2021 £000's
Final distribution	20,601	17,808
	20,601	17,808
Add: Amounts deducted on cancellation of units	3,867	1,262
Less: Amounts received on issue of units	(1,258)	(771)
Distributions	23,210	18,299
The distributable amount has been calculated as follows:		
Net revenue after taxation	23,562	18,510
Add: Tax on capitalised Manager's charge rebates	36	34
Less: Deferred tax	(388)	(245)
Distributions	23,210	18,299

Details of the interim and final distributions per unit are set out in the tables on page 12.

9. Debtors

	28.2.2022 £000's	28.2.2021 £000's
Accrued Manager's charge rebates	73	185
Accrued revenue	5,959	8,006
Amounts receivable for issue of units	803	752
Currency sales awaiting settlement	–	4,070
Deferred tax	633	245
Overseas tax recoverable	185	117
Sales awaiting settlement	17,953	15,776
Total debtors	25,606	29,151

10. Cash and Bank Balances

	28.2.2022 £000's	28.2.2021 £000's
Amount held at futures clearing houses and brokers	16,142	31,190
Cash and bank balances	110,725	95,010
Total cash and bank balances	126,867	126,200

Notes to Financial Statements continued

11. Other Creditors

	28.2.2022 £000's	28.2.2021 £000's
Accrued Annual service charge	52	196
Accrued Audit fee	9	9
Accrued Manager's charge	4,507	4,975
Accrued Safe custody fees	10	46
Accrued Trustee's fee	92	84
Amounts payable for cancellation of units	2,048	534
Amounts payable with respect to credit default swaps	2	–
Amounts payable with respect to total return swaps	116	224
Currency purchases awaiting settlement	352	–
Custodian transaction costs	13	36
Purchases awaiting settlement	4,878	25,903
Total other creditors	12,079	32,007

12. Contingent Assets and Liabilities

There were no contingent assets or liabilities at the Balance Sheet date (28 February 2021: £Nil).

13. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties of the Fund during the year ended 28 February 2022:

Manager/Registrar:	BlackRock Fund Managers Limited
Investment Manager:	BlackRock Investment Management (UK) Limited
Stock Lending Agent:	BlackRock Advisors (UK) Limited

The ultimate holding company of the Manager, Registrar, Investment Manager and securities lending agent is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible, in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible,

Notes to Financial Statements continued

13. Related Parties continued

the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

As at 28 February 2022, none of the unitholders:

- (i) are funds managed by the BlackRock Group or are affiliates of BlackRock Inc. or
- (ii) are investors, other than those included in (i) above, who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund.

As at 28 February 2021:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	57%

All related party transactions were carried out at arm's length in the ordinary course of business. The terms and returns received by the related parties in making the investments above were no more favourable than those received by other investors investing into the same unit class.

Notes to Financial Statements continued

14. Portfolio Transaction Costs

For the year ended 28 February 2022

Purchases (excluding derivatives)	Direct Transaction Costs				
	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Equity instruments	292,795	68	0.02	334	0.11
Debt instruments	599,300	–	–	(38)	(0.01)
Collective investment schemes	56,249	20	0.04	32	0.06
Total purchases	948,344	88		328	
Total purchases including transaction costs	948,760				

Sales (excluding derivatives)	Direct Transaction Costs				
	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Equity instruments	388,859	98	0.03	3	0.00
Debt instruments	863,979	–	–	61	0.01
Collective investment schemes	133,084	40	0.03	–	–
Total sales	1,385,922	138		64	
Total sales net of transaction costs	1,385,720				
Derivative transaction costs		176		–	
Total transaction costs		402		392	
Total transaction costs as a % of average net assets		0.02%		0.02%	

Notes to Financial Statements continued

14. Portfolio Transaction Costs continued

For the year ended 28 February 2021

Purchases (excluding derivatives)	Direct Transaction Costs				
	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Equity instruments	437,452	92	0.02	313	0.07
Debt instruments	868,839	–	–	(7)	0.00
Collective investment schemes	251,513	83	0.03	15	0.01
Total purchases	1,557,804	175		321	
Total purchases including transaction costs	1,558,300				

Sales (excluding derivatives)	Direct Transaction Costs				
	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Equity instruments	412,312	75	0.02	8	0.00
Debt instruments	773,810	–	–	3	0
Collective investment schemes	345,654	88	0.03	–	–
Total sales	1,531,776	163		11	
Total sales net of transaction costs	1,531,602				
Derivative transaction costs		319		–	
Total transaction costs		657		332	
Total transaction costs as a % of average net assets		0.03%		0.02%	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

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

For the Fund's investment transactions in debt and money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

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 incurred 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 Financial Statements continued

14. Portfolio Transaction Costs continued

During the year the Fund utilised FDIs including interest rate swaps, credit default swaps, inflation swaps, total return swaps, futures and options covering different underlying asset classes. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above. Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.38% (28 February 2021: 0.32%).

15. Units in Issue

The movement in units in issue for the year ended 28 February 2022 is as follows:

	A Income Units	A Accumulation Units	X Accumulation Units	D Income Units
Balance at the beginning of the year	50,668	768,569,214	528,153,969	7,408,721
Issued during the year	26,115	50,202,584	68,037,746	372,435
Cancelled during the year	(24,814)	(334,412,484)	(158,201,782)	(267,811)
Converted during the year	–	(8,199)	–	42,629
Balance at the end of the year	51,969	484,351,115	437,989,933	7,555,974

	D Accumulation Units
Balance at the beginning of the year	16,932,324
Issued during the year	4,076,200
Cancelled during the year	(9,068,560)
Converted during the year	(27,869)
Balance at the end of the year	11,912,095

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

16. Post Balance Sheet Events

There have been no significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the year ended 28 February 2022.

Statement of Manager's Responsibilities

The Manager is required by the rules of the COLL Sourcebook to prepare the financial statements for each financial year. These financial statements must be prepared in accordance with generally accepted accounting standards in the United Kingdom to give a true and fair view of the state of affairs of the Fund at the year end and of the net revenue and net losses for the year. In preparing these financial statements the Manager is required to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Fund will continue in operation.

The financial statements should comply with the disclosure requirements of the Statement of Recommended Practice (the "SORP") for Authorised Funds issued by the Investment Management Association (subsequently The Investment Association) and must comply with any relevant provisions of the Trust Deed.

The Manager is responsible for keeping such accounting records as are necessary to enable it to ensure that the financial statements comply with the COLL Sourcebook, the SORP and the Trust Deed.

Statement of the Trustee's Responsibilities in Respect of the Fund and Report of the Trustee to the Unitholders of the Fund for the Year Ended 28 February 2022

The Depository in its capacity as Trustee of the Fund must ensure that the Fund is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Trust Deed and Prospectus (together "the Scheme documents") as detailed below.

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

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

The Trustee must ensure that:

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

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

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

- (a) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Fund's units and the application of the Fund's income in accordance with the Regulations and the Scheme documents of the Fund; and
- (b) has observed the investment and borrowing powers and restrictions applicable to the Fund in accordance with the Regulations and the Scheme documents of the Fund.

The Bank of New York Mellon
(International) Limited

London
16 May 2022

Independent Auditor's Report to the Unitholders of BlackRock Dynamic Diversified Growth Fund

Opinion

We have audited the financial statements of BlackRock Dynamic Diversified Growth Fund ("the Fund") for the year ended 28 February 2022, which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Unitholders, the Balance Sheet, the related notes and the Distribution Table, the Financial Instruments and Risks Disclosures and the accounting policies of the Fund, which include a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, FRS102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Fund as at 28 February 2022 and of the net revenue and the net capital losses on the scheme property of the Fund for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

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 below. We are independent of the Fund 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") Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Fund's ability to continue as a going concern for a period assessed by the Manager, which is at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Manager with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Fund's ability to continue as a going concern.

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our audit report thereon. The Manager is responsible for the other information contained in the Annual Report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our audit report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

Opinions on other matters prescribed by the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (the "FCA")

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the FCA and the Trust Deed; and
- there is nothing to indicate that adequate accounting records have not been kept or that the financial statements are not in agreement with those records; and
- the information given in the Manager's report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matter in relation to which the Collective Investment Schemes Sourcebook of the FCA requires us to report to you if, in our opinion:

- we have not received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

Responsibilities of the Manager

As explained more fully in the Manager's responsibilities statement set out on page 70, the Manager 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 Manager 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 Manager is responsible for assessing the Fund'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 Manager either intends to wind up or terminate the Fund or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Fund and determined that the most significant are United Kingdom Generally Accepted Accounting Practice (UK GAAP), Investment Management Association's Statement of Recommended Practice (IMA SORP), the FCA Collective Investment Schemes Sourcebook, the Trust Deed and the Prospectus.
- We understood how the Fund is complying with those frameworks through discussions with the Manager and the Fund's administrators and a review of the Fund's documented policies and procedures.
- We assessed the susceptibility of the Fund's financial statements to material misstatement, including how fraud might occur by considering the risk of management override, specifically management's propensity to influence revenue and amounts available for distribution. We identified a fraud risk with respect to the incomplete or inaccurate income recognition through incorrect classification of special dividends and the resulting impact to amounts available for distribution. We tested appropriateness of management's classification of material special dividends as either a capital or revenue return and incorporated unpredictability into the nature, timing and extent of our testing.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the Manager with respect to the application of the documented policies and procedures and review of the financial statements to test compliance with the reporting requirements of the Fund.
- Due to the regulated nature of the Fund, the Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities including specialists where necessary to identify non-compliance with the applicable laws and regulations.

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



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Use of our report

This report is made solely to the Fund's Unitholders, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the FCA. Our audit work has been undertaken so that we might state to the Fund's Unitholders 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 Fund and the Fund's Unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP
Statutory Auditor

Edinburgh
16 May 2022

Supplementary Information

Efficient Portfolio Management Techniques

The Manager may, on behalf of the Fund and subject to the conditions and within the limits laid down by the FCA and the Prospectus, employ techniques and instruments relating to transferable securities, including investments in OTC FDIs provided that such techniques and instruments are used for efficient portfolio management purposes or to provide protection against exchange risk or for direct investment purposes, where applicable.

In addition to the investments in OTC FDIs, the Fund may employ other techniques and instruments relating to transferable securities and money market instruments, subject to the conditions set out in the Fund's Prospectus, as amended from time to time, and the relevant ESMA Guidelines (as adopted by the FCA), such as repurchase/reverse repurchase transactions ("repo transactions") and securities lending.

Securities Lending and Total Return Swaps (TRS)

The following table details the value of securities on loan as a proportion of the Fund's total lendable assets and NAV and the value of TRS as a proportion of the Fund's NAV, as at 28 February 2022 and the returns earned for the year ended 28 February 2022. Total lendable assets represents the aggregate value of assets forming part of the Fund's securities lending programme. This excludes any assets held by the Fund that are not considered lendable due to any market, regulatory, investment or other restriction. The value of TRS is based on the underlying exposure value on a gross absolute basis as disclosed in the Fund's portfolio statement.

Securities on loan		TRS	
% of lendable assets	% of NAV	% of NAV	Returns earned £000's
3.58	2.21	10.54	457

The total income earned from securities lending transactions is split between the relevant Fund and the Stock Lending Agent. The Fund receives 62.5% while the Stock Lending Agent receives 37.5% of such income, with all operational costs borne out of the Stock Lending Agent's share. Income earned during the year by the Fund from securities lending transactions is disclosed in the notes to the financial statements.

All returns and costs from TRS will accrue to the Fund and are not subject to any returns or cost sharing arrangements with the Fund's Manager or any other third parties.

The following tables detail the underlying exposure value on a gross absolute basis for TRS, analysed by counterparty as at 28 February 2022.

Counterparty	Counterparty's country of establishment	TRS	
		Underlying exposure	£000's
Barclays Bank Plc	UK	24,926	
Citigroup Global Markets Limited	UK	106,432	
Goldman Sachs International	UK	3,237	
Merrill Lynch International	UK	24,864	
Total		159,459	

The value of securities on loan and associated collateral analysed by counterparty, as at 28 February 2022, is disclosed in the notes to the financial statements.

Supplementary Information continued

The following table provides an analysis of the maturity tenor of TRS as at 28 February 2022.

	Maturity Tenor					Total £000's
	1 - 30 days	31 - 90 days	91 - 365 days	More than 365 days	Open transactions	
	£000's	£000's	£000's	£000's	£000's	
TRS	3,237	24,864	131,358	–	–	159,459

The above maturity tenor analysis has been based on the respective transaction contractual maturity date. All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

Supplementary Information continued

Collateral

The Fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the underlying cash and non-cash collateral received/posted by way of title transfer collateral arrangement by the Fund, in respect of securities lending transactions and OTC FDIs (including TRS), as at 28 February 2022.

Currency	Cash collateral received £000's	Cash collateral posted £000's	Non-cash collateral received £000's	Non-cash collateral posted £000's
Securities lending transactions				
AUD	–	–	122	–
CAD	–	–	311	–
CHF	–	–	892	–
CNY	–	–	1,324	–
DKK	–	–	312	–
EUR	–	–	12,713	–
GBP	–	–	3,915	–
HKD	–	–	397	–
JPY	–	–	2,246	–
NOK	–	–	111	–
PAB	–	–	1	–
SEK	–	–	67	–
SGD	–	–	69	–
THB	–	–	10	–
USD	–	–	14,217	–
Total	–	–	36,707	–
OTC FDIs				
GBP	–	303	–	–
	–	303	–	–
Total	–	303	36,707	–

All cash posted as collateral has an open maturity tenor as it's not subject to a contractual maturity date.

Non-cash collateral received by way of title transfer collateral arrangement in relation to securities lending transactions and OTC FDIs cannot be sold, re-invested or pledged.

Supplementary Information continued

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received/posted by the Fund by way of title transfer collateral arrangement in respect of securities lending transactions and OTC FDIs (including TRS), as at 28 February 2022.

Collateral type and quality	Maturity Tenor						Open transactions	Total
	1 - 7 days	8 - 30 days	31 - 90 days	91 - 365 days	More than 365 days			
	£000's	£000's	£000's	£000's	£000's	£000's		
Collateral received - securities lending								
Fixed income								
Investment grade	–	–	311	1,229	15,437	–	16,977	
Equities								
Recognised equity index	–	–	–	–	–	19,385	19,385	
ETFs								
UCITS	–	–	–	–	–	67	67	
Non-UCITS	–	–	–	–	–	278	278	
Total	–	–	311	1,229	15,437	19,730	36,707	

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency; Standard & Poor's, Moody's or Fitch.

A recognised equity index contains at least 20 equities where no single equity represents more than 20% of the total index and no five equities combined represent more than 60% of the total index.

The maturity tenor analysis for fixed income securities received as collateral is based on the respective contractual maturity date, while for equity securities and ETFs received as collateral are presented as open transactions as they are not subject to a contractual maturity date.

As at 28 February 2022, all non-cash collateral received by the Fund in respect of securities lending transactions and OTC FDI (including TRS) is held by the Fund's Trustee (or through its delegates), with the exception of the amounts disclosed in the following table which are held through a securities settlement system.

Custodian	Non-cash collateral received	
	Securities lending	OTC FDIs
	£000's	£000's
Euroclear Bank SA/NAV	8,800	–

Supplementary Information continued

The following table lists the top ten issuers (or all the issuers if less than ten) by value of non-cash collateral received by the Fund by way of the title transfer collateral arrangement across securities lending transactions and OTC FDIs as at 28 February 2022.

Issuer	Value £000's	% of the Fund's NAV
UBS AG	8,380	0.56
Goldman Sachs International	4,846	0.32
J.P. Morgan Securities Plc	4,075	0.27
Société Générale SA	3,353	0.22
Barclays Bank Plc	2,844	0.19
Barclays Capital Securities Limited	2,709	0.18
Morgan Stanley & Co. International Plc	1,693	0.11
BNP Paribas Arbitrage SNC	1,513	0.10
Credit Suisse International (Euroclear)	1,262	0.08
Citigroup Global Markets Limited	1,229	0.08
Other issuers	4,803	0.32
Total	36,707	2.43

No securities collateral received from a single issuer, in relation to efficient portfolio management and OTC FDIs, has exceeded 20% of the Fund's NAV at the year end date.

The Fund has not been fully collateralised in securities issued or guaranteed by an EU member state at the year end date.

About us

BlackRock is a premier provider of asset management, risk management, and advisory services to institutional, intermediary, and individual clients worldwide. As of 31 March 2022, the firm manages £7.383 trillion across asset classes in separate accounts, mutual funds, other pooled investment vehicles, and the industry-leading iShares® exchange-traded funds.

Through BlackRock Solutions®, the firm offers risk management and advisory services that combine capital markets expertise with proprietary-developed analytics, systems, and technology.

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