

SVS Church House Balanced Equity Income Fund

Interim Report

for the six months ended 30 September 2020

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SVS Church House Balanced Equity Income Fund

Report of the Manager

St Vincent St Fund Administration (trading name of Smith & Williamson Fund Administration Limited), as Manager, presents herewith the Interim Report for SVS Church House Balanced Equity Income Fund for the six months ended 30 September 2020.

SVS Church House Balanced Equity Income Fund ('the Trust' or 'the Fund') is an authorised unit trust scheme further to an authorisation order dated 22 January 2002 and is a UCITS scheme complying with the investment and borrowing powers rules in the Collective Investment Schemes sourcebook ('COLL'), as published by the Financial Conduct Authority ('FCA').

The Manager is of the opinion that it is appropriate to continue to adopt the going concern basis in the preparation of the accounts as the assets of the Fund consist predominantly of securities which are readily realisable and, accordingly, the Fund has adequate financial resources to continue in operational existence for the foreseeable future. Further, appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, have been used in the preparation of these accounts and applicable accounting standards have been followed.

Brexit is one of the most significant economic events for the UK, and its effects are subject to unprecedented levels of uncertainty of consequences, with the full range of possible effects unknown. As Manager we have applied appropriate accounting policies consistently, supported by reasonable and prudent judgements and estimates. However, as Manager we are unable to predict the unknowable factors or all possible future implications for a company and this is particularly the case in relation to Brexit.

The base currency of the Fund is UK sterling.

The Trust Deed can be inspected at the offices of the Manager.

Copies of the Prospectus and Key Investor Information Document ('KIID') are available on request free of charge from the Manager.

Investment objective and policy

The aim of the Fund is to provide income and capital growth over the long term (at least five years).

The Fund is actively managed. At least 70% of the Fund's assets are invested in shares of UK companies (those incorporated or domiciled in the UK). The focus of the Fund is on larger capitalisation companies, which the Manager defines as those with a market capitalisation of at least £1bn at the time of purchase. Up to 30% of the Fund may be invested in other assets: the shares of companies with a smaller capitalisation, sterling denominated fixed interest securities (including floating rate notes, index linked or convertible fixed interest securities), money market instruments and cash.

Important Note from the Manager

The outbreak of Covid-19, declared by the World Health Organisation as a Public Health Emergency of International Concern on 30 January 2020, has caused disruption to businesses and economic activity. The Manager is coordinating its operational response based on existing business continuity plans and on guidance from global health organisations, UK government and general pandemic response best practice.

Changes affecting the Fund in the period

KPMG LLP resigned as auditor and Mazars LLP were appointed on 9 July 2020.

Further information in relation to the Fund is illustrated on page 16.

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes sourcebook, we hereby certify the Interim Report on behalf of the Manager, Smith & Williamson Fund Administration Limited.

Brian McLean

Directors

Smith & Williamson Fund Administration Limited

30 November 2020

James Gordon

Accounting policies of SVS Church House Balanced Equity Income Fund (unaudited) *for the six months ended 30 September 2020*

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments. They have been prepared in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ('FRS 102') and in accordance with the Statement of Recommended Practice for UK Authorised Funds ('the SORP') published by The Investment Association in May 2014.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2020 and are described in those annual financial statements.

The Manager has considered the impact of the emergence and spread of Covid-19 and potential implications on future operations of the Fund of reasonably possible downside scenarios. The Manager has considered a detailed assessment of the Fund's ability to meet its liabilities as they fall due, including liquidity, declines in global capital markets and investor redemption levels. Based on this assessment, the Fund continues to be open for trading and the Manager is satisfied the Fund has adequate financial resources to continue in operation for at least the next 12 months and accordingly it is appropriate to adopt the going concern basis in preparing the financial statements.

Investment Manager's report

Investment performance*

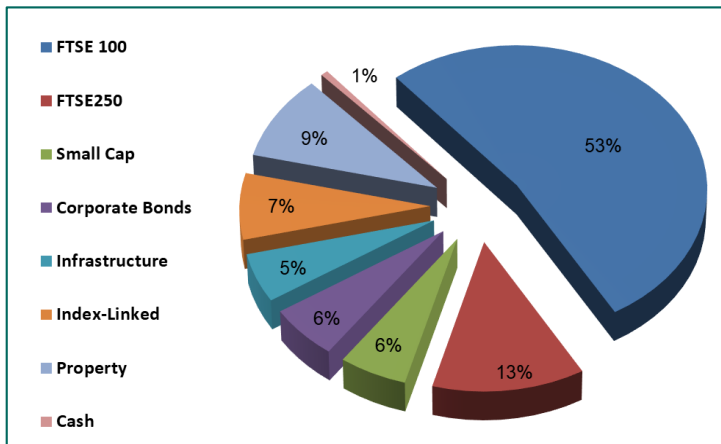
	6 Months	3 Years	5 Years
SVS Church House Balanced Equity Income Fund	+4.1%	-12.6%	-1.0%

* Percentage change in bid price of A units income at 12pm to 30 September 2020

Source: Bloomberg and Smith & Williamson Fund Administration Limited.

Investment activities

The Balanced Equity Income portfolio continues to battle the poor performance of so many major companies, traditionally those paying good dividends. This was the disposition at the end of the quarter:



Having added to a number of the core long-term holdings in the dark days of March, this was a much quieter period with fewer transactions. Stock prices did dip again in mid-May and we used this to add further to Berkeley Group Holdings and Shaftesbury. The catering group Compass Group raised a further £2 billion in a placing of new shares in May (in which we participated). We like this company and are long-term holders, but they have omitted their interim and final dividend payments this year while awaiting developments. Many companies have done this and many of the financials are not permitted by the Financial Conduct Authority (FCA) to pay dividends at present.

What is sensible management for Compass Group, and probably prudent behaviour by the FCA, does though present a problem for an income portfolio like SVS Church House Balanced Equity Income Fund. We are most unlikely to be able to maintain the level of income that the portfolio has been providing over the past few years without the stream of dividend payments. Let us hope that this is a temporary situation.

On the fixed interest side of the portfolio, we accepted a cash tender offer for our holding in a short-dated floating rate note from Lloyds (Lloyds Bank 0.5486% 13/09/2021) and added two new issues, one from Barclays (Barclays 3.75% 22/11/2030) and one from the utility SSE (SSE 3.74% Perpetual).

July saw us facing some tricky decisions as to which companies would be more likely to resume or restore dividend payments and which had the better resources to do this. This led us to rationalise in a number of areas: Lloyds Banking Group, Marks & Spencer Group, Meggitt, Micro Focus International and Vodafone Group were all sold in favour of increased holdings in BAE Systems, BT Group, Sage Group and Unilever. Through the latter two months, we also added to Diageo and Britvic in the beverages area along with Greggs and Close Brothers Group.

The property sector has seen very mixed performance and some notable casualties, but all is not awry and we added to two of our holdings in July. The first was Standard Life Investment Property Income Trust, whose management we are in regular contact with, who had raised capital in the far-off days of February and are now investing again. We also added to Target Healthcare REIT, which invests in modern purpose-built care homes. Target's annual results were released in the last few days, they are not having problems with their rental income, are maintaining a strong balance sheet and have increased their dividend, quite refreshing at the moment.

Investment Manager's report (continued)

Investment activities (continued)

Top 15 Holdings - 30 September 2020	
GlaxoSmithKline	3.49%
AstraZeneca	3.25%
Unilever	3.22%
Halma	3.16%
Barclays 3.75% 22/11/2030	3.00%
Croda International	3.00%
RELX	2.81%
Sage Group	2.77%
Smith & Nephew	2.62%
Diageo	2.55%
Rio Tinto	2.46%
BHP Group	2.39%
Civitas Social Housing	2.13%
SDCL Energy Efficiency Income Trust	2.09%
Primary Health Properties	2.00%

Investment strategy and outlook

In our report for Autumn last year, we observed that we must be reaching a peak in uncertainty, facing, as we were, a difficult UK Election, with the possibility of a Labour administration under Jeremy Corbyn, the final months of Brexit negotiations and the US trade war with China.

Fortunately, that peak feels more like something of a hillock at the moment. This Autumn, Brexit is back, the US Presidential Election looms, the European Union recovery plan is stalled, as is the American recovery plan. And, of course, in many countries, we have a second wave of Covid-19, a pandemic which has already triggered a deep and rapid global recession. As one of our economists puts it: into the Autumn fog...

The UK and European economic recoveries are at a delicate point. The resurgence of Covid-19 is giving consumers a reason to back-off their spending, though the industrial recovery appears to be on track. We hope that the clamp-down measures are not so harsh as to choke off the recovery, a fine balancing act is required at the moment while we await a vaccine.

At least the US Presidential race appears to be becoming clearer, with Joe Biden moving ahead in the polls, despite US stock markets appearing to go President Trump's way. A disastrous record on Covid-19, his handling of the 'black lives matter' movement, a failure to condemn far right extremist groups, revelations on his tax affairs etc., thankfully, appear to be out-weighing any feelings of prosperity. Markets, along with most observers, are most concerned with the prospect of a close result, which could become extremely acrimonious (probably litigious) and threaten actual civil unrest.

Concerted central bank action continues to support economies and investment markets and, as we observed last quarter, their actions have probably insured that a nasty pandemic-induced recession does not turn into a full-blown financial and economic crisis. There is reason to feel optimistic about the investment outlook as we approach 2021 and an economic recovery and, while the climate is not easy for investors, it is also presenting us with opportunities. As has been mentioned before, access to company managements has improved markedly and the tone of meetings that we have with them is not remotely in the same pessimistic vein as is the diet we are fed by the media.

We continue to operate as normal with nothing more than a few inconveniences to trouble us, we look forward to the time when we can resume regular face-to-face meetings.

Church House Investments Limited
30 October 2020

Portfolio changes

for the six months ended 30 September 2020

The following represents the total purchases and sales in the period to reflect a clearer picture of the investment activities.

	Cost
	£
Purchases:	
Barclays 3.75% 22/11/2030	1,504,665
Hipgnosis Songs Fund	580,000
SSE 3.74% Perpetual	499,810
BT Group	468,944
BAE Systems	365,182
Compass Group	219,251
Sage Group	202,140
Greggs	172,177
Close Brothers Group	135,509
Berkeley Group Holdings	119,345
Unilever	110,238
Standard Life Investment Property Income Trust	106,701
Shaftesbury	100,295
Diageo	81,244
Britvic	56,204
Target Healthcare REIT	12,793
	<u>4,734,498</u>
	Proceeds
	£
Sales:	
Lloyds Bank 0.5486% 13/09/2021	1,501,500
Anglian Water Services Financing 4.125% 28/07/2020	439,577
Vodafone Group	381,074
Lloyds Banking Group	378,124
Meggitt	364,069
Marks & Spencer Group	188,639
BB Healthcare Trust	161,805
Micro Focus International	146,852
	<u>3,561,640</u>

Portfolio statement

as at 30 September 2020

	Nominal value or holding	Market value £	% of total net assets
Investment			
Debt securities* 11.49% (11.66%)			
Aaa to Aa2 3.43% (6.55%)			
Royal Bank of Canada 0.630965% 03/10/2024**	£1,000,000	1,007,970	1.94
UK Treasury Index Linked 4.125% 22/07/2030**	£200,000	774,399	1.49
		<u>1,782,369</u>	<u>3.43</u>
A2 to A3 1.19% (2.13%)			
Southern Water Services Finance 3.706% 31/03/2034**	£218,000	616,549	1.19
Baa1 to Baa2 0.86% (0.94%)			
National Grid 1.25% 06/10/2021**	£366,000	448,130	0.86
Baa3 and below 6.01% (2.04%)			
Barclays 3.75% 22/11/2030**	£1,500,000	1,560,330	3.00
Heathrow Funding 3.334% 09/12/2039**	£250,000	554,933	1.07
Phoenix Group Holdings 5.75% Perpetual**	£500,000	499,750	0.96
SSE 3.74% Perpetual**	£500,000	510,807	0.98
		<u>3,125,820</u>	<u>6.01</u>
Total debt securities		<u>5,972,868</u>	<u>11.49</u>
Equities 76.04% (77.47%)			
Equities - United Kingdom 76.04% (77.47%)			
Equities - incorporated in the United Kingdom 76.04% (75.60%)			
Energy 2.76% (4.29%)			
BP	260,000	585,520	1.13
Royal Dutch Shell 'B'	90,000	845,910	1.63
		<u>1,431,430</u>	<u>2.76</u>
Materials 8.81% (7.08%)			
BHP Group	75,000	1,240,350	2.39
Croda International	25,000	1,560,500	3.00
DS Smith	170,000	500,140	0.96
Rio Tinto	27,500	1,280,125	2.46
		<u>4,581,115</u>	<u>8.81</u>
Industrials 9.45% (9.03%)			
Babcock International Group	90,000	225,270	0.43
BAE Systems	200,000	964,000	1.85
Bunzl	40,000	1,002,800	1.93
Howden Joinery Group	100,000	590,600	1.14
RELX	84,590	1,460,155	2.81
Rentokil Initial	125,000	669,500	1.29
		<u>4,912,325</u>	<u>9.45</u>

* Grouped by credit rating - source: Interactive Data and Bloomberg.

** Denotes a variable interest security.

Portfolio statement (continued)

as at 30 September 2020

	Nominal value or holding	Market value £	% of total net assets
Investment			
Equities - incorporated in the United Kingdom (continued)			
Consumer Discretionary 5.01% (4.94%)			
Berkeley Group Holdings	20,000	845,200	1.63
Compass Group	85,000	993,225	1.91
Greggs	65,000	763,100	1.47
		<u>2,601,525</u>	<u>5.01</u>
Consumer Staples 11.16% (10.29%)			
Britvic	107,003	877,960	1.69
Diageo	50,000	1,325,000	2.55
Imperial Brands	40,000	547,000	1.05
J Sainsbury	225,000	429,638	0.83
Reckitt Benckiser Group	12,500	944,750	1.82
Unilever	35,000	1,671,600	3.22
		<u>5,795,948</u>	<u>11.16</u>
Health Care 11.84% (11.81%)			
AstraZeneca	20,000	1,691,200	3.25
Clinigen Group	80,000	560,000	1.08
Craneware	33,295	506,084	0.97
GlaxoSmithKline	125,000	1,815,000	3.49
Sensyne Health	400,000	224,000	0.43
Smith & Nephew	90,000	1,364,400	2.62
		<u>6,160,684</u>	<u>11.84</u>
Financials 8.92% (10.51%)			
Aviva	200,000	571,400	1.10
Barclays	300,000	292,830	0.56
Close Brothers Group	68,702	701,447	1.35
HSBC Holdings	275,000	829,125	1.60
Legal & General Group	250,000	470,875	0.91
Phoenix Group Holdings	120,000	824,640	1.59
Schroders	35,000	942,900	1.81
		<u>4,633,217</u>	<u>8.92</u>
Information Technology 5.93% (5.18%)			
Halma	70,000	1,640,800	3.16
Sage Group	200,000	1,441,200	2.77
		<u>3,082,000</u>	<u>5.93</u>
Communication Services 1.32% (1.41%)			
BT Group	700,000	688,660	1.32

Portfolio statement (continued)

as at 30 September 2020

	Nominal value or holding	Market value £	% of total net assets
Investment			
Equities - incorporated in the United Kingdom (continued)			
Utilities 2.44% (2.76%)			
Ceravision*	750,000	-	-
National Grid	75,000	667,050	1.28
SSE	50,000	604,000	1.16
ULTra PRT*	2,620	-	-
		<u>1,271,050</u>	<u>2.44</u>
Real Estate 8.40% (8.30%)			
Civitas Social Housing	1,047,211	1,105,855	2.13
Primary Health Properties	700,000	1,037,400	2.00
Shaftesbury	80,000	397,600	0.76
Target Healthcare REIT	750,000	787,500	1.52
Triple Point Social Housing REIT	450,000	479,250	0.92
Triple Point Social Housing Reit Subscription Shares	75,000	375	0.00
Tritax Big Box REIT	360,000	558,000	1.07
		<u>4,365,980</u>	<u>8.40</u>
Total equities - incorporated in the United Kingdom		<u>39,523,934</u>	<u>76.04</u>
Equities - incorporated outwith the United Kingdom 0.00% (1.87%)			
Real Estate 0.00% (1.87%)			
		-	-
Total equities - United Kingdom		<u>39,523,934</u>	<u>76.04</u>
Total equities		<u>39,523,934</u>	<u>76.04</u>
Closed-Ended Funds 11.73% (9.37%)			
Closed-Ended Funds - United Kingdom 9.75% (7.42%)			
Closed-Ended Funds - incorporated in the United Kingdom 5.69% (5.59%)			
Aberforth Split Level Income Trust	1,000,000	380,000	0.73
BB Healthcare Trust	400,000	664,000	1.28
HICL Infrastructure	500,000	829,000	1.59
SDCL Energy Efficiency Income Trust	1,000,000	1,085,000	2.09
Total closed-ended funds - incorporated in the United Kingdom		<u>2,958,000</u>	<u>5.69</u>
Closed-Ended Funds - incorporated outwith the United Kingdom 4.06% (1.83%)			
GCP Infrastructure Investments	800,000	924,800	1.78
Hipgnosis Songs Fund	500,000	582,500	1.12
Standard Life Investment Property Income Trust	1,300,000	603,850	1.16
Total closed-ended funds - incorporated outwith the United Kingdom		<u>2,111,150</u>	<u>4.06</u>
Total closed-ended fund - United Kingdom		<u>5,069,150</u>	<u>9.75</u>

*ULTra PRT and Ceravision: The fair value pricing committee considers it appropriate to include the securities in the portfolio of investments with no value. The value is based on the sufficient doubt over the continued viability of the businesses.

Portfolio statement (continued)

as at 30 September 2020

	Nominal value or holding	Market value £	% of total net assets
Investment			
Closed-Ended Funds (continued)			
Overseas Closed-Ended Funds 1.98% (1.95%)			
BBGI SICAV	600,000	1,029,600	1.98
Total closed-ended funds		6,098,750	11.73
Portfolio of investments		51,595,552	99.26
Other net assets		382,262	0.74
Total net assets		51,977,814	100.00

All investments are listed on recognised stock exchanges and are approved securities within the meaning of the FCA rules unless otherwise stated.

The comparative figures in brackets are as at 31 March 2020.

United Kingdom equities are grouped in accordance with Global Industry Classification Standard (GICS).

The Global Industry Classification Standard (“GICS”) was developed by and is the exclusive property and a service mark of MSCI Inc. (“MSCI”) and Standard & Poor’s, a division of The McGraw-Hill Companies, Inc. (“S&P”) and is licensed for use by Smith & Williamson Services Ltd. Neither MSCI, S&P nor any third party involved in making or compiling the GICS or any GICS classifications makes any express or implied warranties or representations with respect to such standard or classification (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability and fitness for a particular purpose with respect to any of such standard or classification. Without limiting any of the foregoing, in no event shall MSCI, S&P, any of their affiliates or any third party involved in making or compiling the GICS or any GICS classifications have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

Risk and reward profile

The risk and reward profile is representative of all unit classes.

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

← Typically lower rewards, lower risk			Typically higher rewards, higher risk →			
1	2	3	4	5	6	7

The Fund is in a higher category because the price of its investments have risen or fallen frequently and more dramatically than some other types of investment. The category shown is not guaranteed to remain unchanged and may shift over time. Even the lowest category does not mean a risk-free investment.

The price of the Fund and any income from it can go down as well as up and is not guaranteed. Investors may not get back the amount invested. Past performance is not a guide to future performance.

Exposure to the risks associated with property investment, include but are not limited to, fluctuations in land prices, construction costs, interest rates, inflation and property yields, changes in taxation, legislation changes in landlord and tenant legislation, environmental factors, and changes in the supply and demand for property.

Investment trusts and closed ended funds may borrow to purchase additional investments. This can increase returns when stock markets rise but will magnify losses when markets fall.

The value of an investment trust or a closed-ended fund moves in line with stock market demand and its unit/share price may be less than or more than the net value of the investments it holds.

For further information please refer to the KIID.

For full details on risk factors for the Fund, please refer to the Prospectus.

There have been no changes to the risk and reward indicator in the period.

Performance information

Number of units in issue	30.09.20	31.03.20	31.03.19	31.03.18
A units income	23,675,082	25,865,641	24,667,595	23,311,256
A units accumulation	1,158,277	1,171,661	1,212,420	1,257,999
B units income	3,540,527	1,326,671	1,189,512	1,081,430
B units accumulation	1,972,905	1,684,725	1,479,287	833,538
Net Asset Value (NAV)	£	£	£	£
Total NAV of the Fund	51,977,814	49,326,534	56,131,886	47,799,919
NAV attributable to A units income unitholders	37,877,379	40,061,217	46,039,191	40,449,180
NAV attributable to A units accumulation unitholders	2,968,876	2,865,236	3,456,223	3,230,458
NAV attributable to B units income unitholders	5,865,960	2,124,111	2,287,726	1,927,164
NAV attributable to B units accumulation unitholders	5,265,599	4,275,970	4,348,746	2,193,117
Net asset value per unit (based on bid value) ^	p	p	p	p
A units income	160.0	154.9	186.6	173.5
A units accumulation	256.3	244.5	285.1	256.8
B units income	165.7	160.1	192.3	178.2
B units accumulation	266.9	253.8	294.0	263.1

^ The net asset value per unit excludes the value of the income distributions payable.

Highest and lowest prices and distributions

		Distribution	Highest	Lowest
		per unit	price	price
Financial year to 31 March		p	p	p
2018	A units income	5.638	190.3	173.3
2018	A units accumulation	8.152	277.7	252.9
2018	B units income	6.389	195.5	178.2
2018	B units accumulation	9.182	284.2	259.0
2019	A units income	5.964	193.0	171.5
2019	A units accumulation	8.891	288.2	254.4
2019	B units income	6.706	198.6	176.5
2019	B units accumulation	10.008	297.1	260.6
2020	A units income	5.795	197.3	136.6
2020	A units accumulation	8.914	306.8	212.4
2020	B units income	6.556	204.0	141.4
2020	B units accumulation	10.106	318.0	220.4
Financial period to 30 September 2020	A units income	2.348	171.8	148.3
Financial period to 30 September 2020	A units accumulation	3.708	271.2	234.2
Financial period to 30 September 2020	B units income	2.646	177.8	153.3
Financial period to 30 September 2020	B units accumulation	4.202	281.8	243.1

Performance information (continued)

Summary of the distributions in the current financial period and prior financial year

A units income			
Payment date	p	Payment date	p
30.11.20	2.348	30.11.19	3.443
		31.05.20	2.352
A units accumulation			
Allocation date	p	Allocation date	p
30.11.20	3.708	30.11.19	5.256
		31.05.20	3.658
B units income			
Payment date	p	Payment date	p
30.11.20	2.646	30.11.19	3.841
		31.05.20	2.715
B units accumulation			
Allocation date	p	Allocation date	p
30.11.20	4.202	30.11.19	5.871
		31.05.20	4.235

Ongoing charges figure (OCF)

	30.11.20 [^]	31.03.20
A units income	1.75%	1.56%
A units accumulation	1.75%	1.56%
B units income	1.13%	0.94%
B units accumulation	1.13%	0.94%

[^] Annualised based on the expenses incurred during the period 1 April 2020 to 30 September 2020.

The OCF consists principally of the Manager's periodic charge and the Investment Manager's fee which are included in the annual management charge, but also includes the costs for other services paid. It is indicative of the charges which may occur in a year as it is calculated on historical data.

Previously, the OCF included expenses incurred by underlying holdings of collective investment schemes in relation to the Fund. Following PRIIPs regulation guidance issued by the Investment Association on 2 July 2020, the OCF has the additional requirement to include closed-ended vehicles, such as investment trusts.

Investments carry risk. Past performance is not a guide to future performance. Investors may not get back the amount invested.

Financial statements - SVS Church House Balanced Equity Income Fund (unaudited)

Statement of total return (unaudited)

for the six months ended 30 September 2020

	1 April 2020 to 30 September 2020		1 April 2019 to 30 September 2019	
	£	£	£	£
Income:				
Net capital gains		1,810,218		535,377
Revenue	958,927		1,268,974	
Expenses	<u>(388,360)</u>		<u>(424,837)</u>	
Net revenue before taxation	570,567		844,137	
Taxation	<u>-</u>		<u>-</u>	
Net revenue after taxation		<u>570,567</u>		<u>844,137</u>
Total return before distributions		2,380,785		1,379,514
Distributions		(762,723)		(1,055,794)
Change in net assets attributable to unitholders from investment activities		<u>1,618,062</u>		<u>323,720</u>

Statement of change in net assets attributable to unitholders (unaudited)

for the six months ended 30 September 2020

	1 April 2020 to 30 September 2020		1 April 2019 to 30 September 2019	
	£	£	£	£
Opening net assets attributable to unitholders		49,326,534 *		56,131,886
Amounts receivable on issue of units	2,520,428		2,359,707	
Amounts payable on cancellation of units	<u>(1,613,060)</u>		<u>(1,323,305)</u>	
		907,368		1,036,402
Change in net assets attributable to unitholders from investment activities		1,618,062		323,720
Retained distributions on accumulation units		125,850		158,448
Closing net assets attributable to unitholders		<u>51,977,814</u>		<u>57,650,456 *</u>

* The opening net assets in the current period do not equal the closing net assets in the comparative period as they are not consecutive periods.

Balance sheet (unaudited)
as at 30 September 2020

	30 September 2020	31 March 2020
	£	£
Assets:		
Fixed assets:		
Investments	51,595,552	48,587,631
Current assets:		
Debtors	134,391	203,611
Cash and bank balances	930,626	1,248,650
Total assets	<u>52,660,569</u>	<u>50,039,892</u>
Liabilities:		
Creditors:		
Distribution payable	(649,573)	(644,379)
Other creditors	(33,182)	(68,979)
Total liabilities	<u>(682,755)</u>	<u>(713,358)</u>
Net assets attributable to unitholders	<u>51,977,814</u>	<u>49,326,534</u>

Further information

Distributions and reporting dates

Where net revenue is available it will be distributed/allocated semi-annually on 31 May (final) and 30 November (interim). In the event of a distribution, unitholders will receive a tax voucher.

XD dates:	1 April	final
	1 October	interim
Reporting dates:	31 March	annual
	30 September	interim

Buying and selling units

The property of the Fund is valued at 12 noon on each business day, with the exception of Christmas Eve and New Year's Eve or a bank holiday in England and Wales or the last business day prior to those days annually where the valuation may be carried out at a time agreed in advance between the Manager and the Trustee. The price of units are calculated as at that time. Unit dealing is on a forward basis i.e. investors can buy and sell units at the next valuation point following receipt of the order.

A units income and A units accumulation

The minimum initial investment in the Fund is £5,000. The minimum subsequent investment is £5,000. The Manager reserves the right to terminate holdings where the value is less than £3,000. The Manager may waive the minimum levels at its discretion.

B units income and B units accumulation

The minimum initial investment in the is £100,000. The minimum subsequent investment is £100,000. The Manager reserves the right to terminate holdings where the value is less than £100,000. The Manager may waive the minimum levels at its discretion.

There is no initial charge applied on the purchase of units.

Prices of units and the estimated yield of the unit classes are published on the following website: www.trustnet.com or may be obtained by calling 0141 222 1151.

Benchmark

Unitholders may compare the performance of the Fund against the FTSE 350 Higher Yield Index and the IA Mixed Investment 40%-85% Shares sector.

Comparison of the Fund's performance against IA Mixed Investment 40%-85% Shares sector will give unitholders an indication of how the Fund is performing against other similar funds in this peer group sector. The Manager has selected the FTSE 350 Higher Yield Index as a comparator benchmark as the Manager believes it best reflects the asset allocation of the Fund.

The benchmarks are not targets for the Fund, nor is the Fund constrained by the benchmarks.

The benchmark produced the following performance over the period from 1 April 2020 to 30 September 2020:

FTSE 350 Higher Yield Index	-1.42%^
IA Mixed Investment 40%-85% Shares sector	16.23%^

The Fund produced the following performance per A units income class over the period from 1 April 2020 to 30 September 2020, based on cumulative returns:

A units income	7.71%^
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^ Source: Morningstar.

Appointments

Manager and Registered office

Smith & Williamson Fund Administration Limited
25 Moorgate
London EC2R 6AY
Telephone: 020 7131 4000
Authorised and regulated by the Financial Conduct Authority

Administrator and Registrar

Smith & Williamson Fund Administration Limited
206 St. Vincent Street
Glasgow G2 5SG
Telephone: 0141 222 1151 (Registration)
0141 222 1150 (Dealing)
Authorised and regulated by the Financial Conduct Authority

Directors of the Manager

Brian McLean
David Cobb
James Gordon
Kevin Stopps

Independent Non-Executive Directors of the Manager

Dean Buckley
Linda Robinson
Victoria Muir

Non-Executive Directors of the Manager

Paul Wyse

Investment Manager

Church House Investments Limited
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Authorised and regulated by the Financial Conduct Authority

Trustee

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Authorised and regulated by the Financial Conduct Authority

Auditor

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