



Annual Report and Financial Statements (audited)

For the period from 1 June 2012 to 31 May 2013

Premier Funds OEIC

Premier China Enterprise Fund
Premier Conservative Growth Fund
Premier Defensive Growth Fund
Premier Enterprise Fund
Premier Global Alpha Growth Fund
Premier European Optimum Income Fund
Premier Pan European Property Share Fund
Premier Strategic High Income Bond Fund



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MANAGEMENT AND ADMINISTRATION

The Authorised Corporate Director (“ACD”) and registered office of Premier Funds (“the Company”):

PREMIER PORTFOLIO MANAGERS LIMITED

Eastgate Court, High Street,
Guildford, Surrey, GU1 3DE

Premier Portfolio Managers Limited is authorised and regulated by the Financial Conduct Authority and is a member of the Investment Management Association (“IMA”). Premier Portfolio Managers Limited and Premier Fund Managers Limited are both members of the Premier Asset Management Marketing Group.

DIRECTORS OF THE ACD: Mike O’Shea (Chairman)
Neil Macpherson (Finance Director)
Mark Friend (Chief Operating Officer)
Mike Hammond (IFA Sales Director)
Simon Wilson (Marketing Director)*
*Appointed 5th November 2012

INVESTMENT ADVISER: Premier Fund Managers Limited is the Investment Adviser to Premier Funds.

DEPOSITARY: National Westminster Bank plc
Trustee & Depositary Services,
Younger Building,
1st Floor,
3 Redheughs Avenue,
Edinburgh, EH12 9RH

AUDITOR: KPMG Audit Plc
15 Canada Square,
Canary Wharf,
London, E14 5GL

ADMINISTRATOR & REGISTRAR: Northern Trust Global Services Limited
50 Bank Street,
Canary Wharf,
London, E14 1BT

COMPANY INFORMATION

Premier Funds is an Investment Company with Variable Capital under regulation 12 of the Open-Ended Investment Company Regulations and incorporated in England and Wales under registered number IC000020 and authorised by the Financial Conduct Authority with effect from 27th January 1999. Shareholders are not liable for the debts of the company. At the year end the Company contained eight sub-funds, the Premier China Enterprise Fund, the Premier Conservative Growth Fund, the Premier Defensive Growth Fund, the Premier Enterprise Fund, the Premier Optimum Income Fund, the Premier Global Alpha Growth Fund, the Premier Pan European Property Share Fund and the Premier Strategic High Income Bond Fund.

The Company is a UCITS scheme which complies with the Financial Conduct Authority’s Collective Investment Schemes sourcebook and is structured as an umbrella company so that different sub-funds may be established from time to time by the ACD with the approval of the Financial Conduct Authority and the agreement of the Depositary.

STATEMENT OF ACD AND DEPOSITARY’S RESPONSIBILITIES IN RELATION TO THE ACCOUNTS OF THE SCHEME

The Open-Ended Investment Companies Regulations 2001 and the Financial Conduct Authority’s Collective Investment Schemes sourcebook (“the Regulations”) require the ACD to prepare accounts for each annual accounting period, which give a true and fair view of the financial position of the scheme as at the end of the year and of the net revenue and the net capital gains or losses on the property of the scheme for the year then ended. In preparing the accounts, the ACD is required to:

- select suitable accounting policies and then apply them consistently.
- make judgements and estimates that are reasonable and prudent.
- comply with the disclosure requirements of the Statement of Recommended Practice ‘Financial Statements of Authorised Funds’, issued by the IMA in October 2010 and the Instrument of Incorporation.
- follow UK generally accepted accounting principles and applicable accounting standards.
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the scheme will continue in operation.
- keep proper accounting records which enable it to demonstrate that the accounts as prepared comply with the above requirements.

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

The Depositary is responsible for safeguarding the property of the scheme and must take reasonable care to ensure that the scheme is managed by the ACD in compliance with the Regulations and the provisions of the Instrument of Incorporation and Prospectus.

The ACD and Depositary are responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

IMPORTANT NOTES

With effect from 5th November 2012, Premier Funds changed its share class names across the sub-funds to the following:

Old Share Class Name	New Share Class Name
Retail Accumulation	Class A Net Accumulation Shares
Retail Income	Class A Net Income Shares
Institutional Accumulation	Class C Net Accumulation Shares
Institutional Income	Class C Net Income Shares

The following additional changes were specific to these funds:

Premier Conservative Growth Fund

Old Share Class Name	New Share Class Name
Retail Accumulation	Class E Net Accumulation Shares
Class B Accumulation	Class A Net Accumulation Shares

Premier Defensive Growth Fund

Old Share Class Name	New Share Class Name
Institutional Income	Class B Net Income Shares
Institutional Accumulation	Class B Net Accumulation Shares

On 8th March 2013 the Premier European Optimum Income Fund was renamed to Premier Optimum Income Fund. On the same day, the Premier UK Alpha Income Fund (a sub-fund of Premier Income Funds ICVC) merged into the Premier Optimum Income Fund.

On 31st May 2013 the Premier Enterprise Fund merged into the Premier Global Alpha Growth Fund.

IMPORTANT NOTES continued

The Financial Conduct Authority

At the beginning of April 2013, the Financial Services Authority, the industry regulator, was replaced by the Financial Conduct Authority.

The Financial Conduct Authority is the regulator for the majority of the financial services industry in the UK. Its primary aim is to protect consumers and ensure that firms put consumers at the heart of their business. You can find out more about the Financial Conduct Authority by visiting its website, www.fca.org.uk. Premier, and its subsidiaries, are authorised and regulated by the Financial Conduct Authority. As such, we adhere to the core principles and regulations set out by the regulator and its predecessor.

MANAGEMENT AND ADMINISTRATION

REPORT OF THE ACD TO THE SHAREHOLDERS OF THE COMPANY

The ACD, as sole director, presents its report and the audited financial statements of the Company for the year from 1st June 2012 to 31st May 2013.

The Company is a UCITS scheme which complies with the Financial Conduct Authority's Collective Investment Schemes sourcebook. The shareholders are not liable for the debts of the Company.

The Investment Objectives and Policies of each sub-fund of the Company are covered in the section for each sub-fund. The sub-funds of an umbrella company should be invested as if they were a single company. The names and addresses of the ACD, the Depositary and the Auditor are detailed on page 3.

In the future there may be other sub-funds of the Company. As a sub-fund is not a legal entity, if the assets attributable to any sub-fund were insufficient to meet the liabilities attributable to it, the shortfall might have to be met out of the assets attributable to one or more other sub-funds of the Company.

Where a sub-fund invests in other collective investment schemes, the maximum annual management fee that may be charged to that collective investment scheme is 5% of the net asset value of such a scheme, however, it is expected that the actual annual management fee will not exceed 2%.

DIRECTORS' STATEMENT

In accordance with the Regulations, we hereby certify the report on behalf of the directors of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

REPORT OF THE DEPOSITARY TO THE SHAREHOLDERS FOR THE YEAR FROM 1ST JUNE 2012 TO 31ST MAY 2013 FOR THE PREMIER CHINA ENTERPRISE FUND, PREMIER CONSERVATIVE GROWTH FUND, PREMIER DEFENSIVE GROWTH FUND, PREMIER ENTERPRISE FUND, PREMIER OPTIMUM INCOME FUND, PREMIER GLOBAL ALPHA GROWTH FUND, PREMIER PAN EUROPEAN PROPERTY SHARE FUND AND PREMIER STRATEGIC HIGH INCOME BOND FUND AS SUB-FUNDS OF PREMIER FUNDS ('THE COMPANY')

The Depositary is responsible for the safekeeping of all the property of the Company (other than tangible moveable property) which is entrusted to it. It is the duty of the Depositary to take reasonable care to ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes sourcebook, the Open-Ended Investment Companies Regulations 2001 and the Instrument of Incorporation in relation to the pricing of, and dealings in, shares in the Company, the application of the income of the Company, and the investment and borrowing powers and restrictions applicable to the Company.

Having carried out such procedures as we considered necessary to discharge our responsibilities as Depositary, it is our opinion that:

- the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and
- the application of the Company's income have, in all material respects, been carried out in accordance with the provisions of:
- the Regulations and
- the Open-Ended Investment Companies Regulations 2001 and
- the Instrument of Incorporation of the Company

and that, in all material respects, the investment and borrowing powers and restrictions applicable to the Company, in accordance with the provision of the Regulations and Instrument of Incorporation, have been observed.

National Westminster Bank plc
Trustee & Depositary Services
18th September 2013

REPORT OF THE INDEPENDENT AUDITOR TO THE SHAREHOLDERS OF PREMIER FUNDS

We have audited the financial statements of the Premier Funds for the year ended 31st May 2013 comprise the Statements of Total Return, the Statements of Change in Net Assets Attributable to Shareholders, the Balance Sheet together with the related notes and the distribution table. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

Respective responsibilities of the Authorised Corporate Director and the Auditor

As explained more fully in the Statement of ACD's Responsibilities set out on page 3 the ACD is responsible for the preparation of financial statements which give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeuk-private.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the financial position of the Company as at 31st May 2013 and of the net revenue and the net capital gains on the property of the Company for the year then ended; and
- have been properly prepared in accordance with the Instrument of Incorporation, the Statement of Recommended Practice relating to Authorised Funds and the COLL Rules.

Opinion on other matters prescribed by the COLL Rules

In our opinion the information given in the Authorised Corporate Director's Report is consistent with the financial statements.

We have received all the information and explanations which we consider necessary for the purposes of our audit.

Matters on which we are required to report by exception

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

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

Richard Scott-Hopkins for and on behalf of KPMG Audit Plc

Statutory Auditor
Chartered Accountants
15 Canada Square,
Canary Wharf,
London, E14 5GL
18th September 2013

PREMIER FUNDS AGGREGATED FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
Income			
Net capital gains/(losses)	2	28,690	(21,017)
Revenue	3	5,302	5,045
Expenses	4	(2,994)	(2,825)
Finance costs: Interest	6	(8)	(2)
Net revenue before taxation		2,300	2,218
Taxation	5	(212)	(198)
Net revenue after taxation		<u>2,088</u>	<u>2,020</u>
Total return before distributions		30,778	(18,997)
Finance costs: Distributions	6	(3,816)	(3,554)
Change in net assets attributable to shareholders from investment activities		<u>26,962</u>	<u>(22,551)</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

	Note	31/05/13 £'000	31/05/12 £'000
Opening net assets attributable to shareholders		161,638	180,481
Amount received from merger with Premier UK Alpha Income Fund	30,623		-
Amounts receivable on issue of shares	79,135		53,625
Amounts payable on cancellation of shares	(70,769)		(50,651)
		<u>38,989</u>	<u>2,974</u>
Dilution levy		140	49
Stamp duty reserve tax		(64)	(45)
Change in net assets attributable to shareholders from investment activities		26,962	(22,551)
Retained distributions on accumulation shares	6	714	727
Unclaimed distributions		1	3
Closing net assets attributable to shareholders		<u>228,380</u>	<u>161,638</u>

BALANCE SHEET

As at 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
ASSETS			
Investment assets		<u>214,231</u>	<u>149,097</u>
Debtors	7	3,233	1,517
Cash and bank balances	8	16,005	15,178
Total other assets		<u>19,238</u>	<u>16,695</u>
Total assets		<u>233,469</u>	<u>165,792</u>
LIABILITIES			
Investment liabilities		<u>(136)</u>	<u>(346)</u>
Creditors	10	(2,087)	(1,656)
Bank overdrafts	9	(1,201)	(982)
Distribution payable on income shares	6	(1,665)	(1,170)
Total other liabilities		<u>(4,953)</u>	<u>(3,808)</u>
Total liabilities		<u>(5,089)</u>	<u>(4,154)</u>
Net assets attributable to shareholders		<u>228,380</u>	<u>161,638</u>

The notes on pages 8 to 11 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER FUNDS AGGREGATED FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice 'Financial Statements of Authorised Funds', issued by the IMA in October 2010, the Financial Conduct Authority's Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Revenue Recognition

Revenue from quoted equity and non-equity shares is recognised net of attributable tax credits when the security is quoted ex-dividend.

Overseas revenue received after the deduction of withholding tax is shown gross of taxation, with the taxation consequences shown within the taxation charge.

Accumulation of revenue relating to accumulation units or shares held in collective investment schemes is recognised as revenue and included in the amount available for distribution. Equalisation received from distributions or accumulations on units or shares in collective investment schemes is treated as capital and deducted from the cost of the investments.

The gains and losses arising on investments in structured plans are allocated between revenue and capital according to the nature of the structured plan. This is depending on the extent to which the return is capital or revenue based.

Holders of zero dividend preference shares are preferentially entitled to a return from the capital reserves of an investment company and accordingly returns on zero dividend preference schemes are included within net capital gains/(losses).

Bank interest and other revenue are recognised on an accruals basis.

In the case of debt securities, the total revenue arising includes the amortisation of any premium or discount at the time of purchase spread over the life of the security, using the effective interest rate method.

Stock Dividends

The ordinary element of stocks received in lieu of cash dividends is recognised as revenue of the sub-fund. Any enhancement above the cash dividend is treated as capital.

Special Dividends

Special dividends are recognised as either revenue or capital depending upon the nature and circumstances of the dividend.

Expenses

For accounting purposes, all expenses (other than SDRT and those relating to the purchase and sale of investments) are charged against revenue for the year on an accruals basis.

Distributions

Amounts distributable are calculated after excluding expenses borne by capital as agreed by the ACD and Depositary.

The ACD and Depositary have agreed that 100% of the sub-fund's expenses are borne by revenue, with the exception of the Premier Strategic High Income Bond Fund, Premier Optimum Income Fund and Premier Pan European Property Share Fund, whereby 100% of their expenses are borne by capital.

Interest on debt securities can be made available for distribution on a coupon basis or on effective yield basis. The highest income of the two methods is included for distribution.

Valuations

All investments are valued at their fair value at noon on 31st May 2012, being the last business day of the financial year. The fair value of equity and non-equity shares is bid price, excluding any accrued income.

The fair value of dual priced collective investment schemes managed by the ACD is their cancellation price and the fair value of dual priced collective investment schemes which are managed by other management groups is their bid price. The fair value of all single priced collective investment schemes is their single price, taking account of any agreed redemption charges.

Structured plans are valued at the latest price from the product provider.

Delisted and unquoted investments are shown at the ACD's valuation.

Derivative instruments such as futures and options are valued at the price required to close out the contract.

Foreign Currencies

Assets and liabilities in currencies other than sterling are translated into sterling at the exchange rates prevailing at noon on the last working day of the accounting period. Transactions in foreign currencies are translated at the exchange rate prevailing at the transaction date. Where forward positions in currencies are held, these are translated at the appropriate forward rate. Any resulting exchange differences in these forward positions are disclosed in 'Net capital gains/(losses)' on investments in the Statement of Total Return.

Taxation

Corporation tax has been provided for at a rate of 20%. Deferred tax is provided in respect of timing differences that have originated but not been reversed at the balance sheet date. Deferred tax assets are recognised only to the extent that they are more likely than not to be recoverable.

Withholding tax on overseas dividends is accounted for when the security is quoted ex dividend.

Dilution Levy

In certain circumstances the ACD may charge a dilution levy, in accordance with the Financial Conduct Authority Regulations, on all subscriptions and redemptions of shares, which is paid into the sub-funds and included in the Statement of Change in Net Assets Attributable to Shareholders. The levy is intended to cover certain dealing charges not included in the mid market value of the sub-fund used in calculating the share price, which could have a diluting effect on the performance of the sub-fund.

Derivatives

Where appropriate, certain permitted transactions such as derivatives or forward foreign currency transactions are used for efficient portfolio management. Where such transactions are used to protect or enhance revenue, and the circumstances support this, the revenue and expenses derived there from are included in 'Revenue' or 'Expenses' in the Statement of Total Return. Where such transactions are used to protect or enhance capital, and the circumstances support this, the gains and losses derived therefrom are included in 'Net capital gains/(losses)' in the Statement of Total Return. Any positions on such transactions open at the year end are reflected in the sub-fund's Portfolio of Investments at their fair value.

The Premier Optimum Income sub-fund writes exchange traded options to increase the level of revenue available for distribution to unitholders. The premium on written options is amortised on a straight line basis over the life of the option.

Futures and options are used to hedge the market risk associated with other holdings or for investment purposes as permitted by the sub-fund's investment objective policy. The investment adviser determines the treatment of the premium received depending on market conditions and expected performance of the underlying securities at the time the options were written.

PREMIER FUNDS AGGREGATED FINANCIAL STATEMENTS

Stamp Duty Reserve Tax (SDRT)

SDRT will be charged to the sub-fund. It is the ACD's view that this will not be material.

2. NET CAPITAL GAINS/(LOSSES)

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	30,614	(21,389)
Currency losses	(520)	(88)
Derivative securities	(132)	(1,587)
Forward currency contracts	(1,222)	2,087
Transaction charges	(50)	(40)
Net capital gains/(losses)	28,690	(21,017)

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Bank interest	25	17
Deposit interest	31	15
Franked REIT revenue	101	116
Franked UK dividends	1,061	727
Interest on debt securities	869	1,065
Management fee rebates	1	1
Offshore dividend CIS revenue	-	7
Option premium	244	182
Overseas dividends	2,546	2,334
Unfranked distributions	13	81
Unfranked REIT revenue	411	500
	5,302	5,045

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	2,299	2,241
	2,299	2,241
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	96	105
Safe custody fees	94	38
	190	143

Other expenses:

Auditor's remuneration	55	42
EMX fees	39	28
Price publication fees	(20)	34
Printing fees	77	26
PRS fees	25	35
Registration fees	329	276
	505	441
Total expenses	2,994	2,825

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Overseas withholding tax	197	198
Prior year adjustment	15	-
Total current tax (note 5 (b))	212	198
Total taxation	212	198

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net revenue before taxation	2,300	2,218
	2,300	2,218
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	459	443
Effects of:		
Franked UK dividends and distributions not subject to taxation	(230)	(169)
Double taxation relief	-	(1)
Expenses not utilised in the period	242	379
Interest distributions	-	(192)
Overseas withholding tax	197	198
Prior year adjustment	15	-
Tax effect on non-taxable overseas dividends	(408)	(458)
Tax payable in different periods	(63)	(2)
Current tax charge (note 5 (a))	212	198

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Details of deferred tax assets are set out in the notes to the financial statements of each of the sub-funds.

PREMIER FUNDS AGGREGATED FINANCIAL STATEMENTS

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
First interim distribution	246	248
First interim accumulation	114	91
Second interim distribution	717	832
Second interim accumulation	198	248
Third interim distribution	270	280
Third interim accumulation	115	120
Final distribution	1,665	1,170
Final accumulation	287	268
Income tax withheld	178	214
	3,790	3,471
Add: Revenue deducted on cancellation of shares	243	204
Deduct: Revenue received on issue of shares	(217)	(121)
Net distributions for the year	3,816	3,554
Interest	8	2
Total finance costs	3,824	3,556

The difference between the net revenue after taxation and the amounts distributed comprises:

Net revenue after taxation	2,088	2,019
Deficit transferred to capital	629	516
Expenses offset against capital	1,231	1,019
Tax relief on capital management fee	(132)	-
Finance costs: Distributions	3,816	3,554

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	873	583
Amounts receivable for issue of shares	1,213	303
Currency deals awaiting settlement	29	58
Overseas tax recoverable	75	35
PID tax recoverable	8	-
Prepaid expenses	2	-
Recoverable income tax	18	257
Sales awaiting settlement	998	281
Non ordinary resident (NOR)	17	-
	3,233	1,517

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Australian dollar	4	4
Canadian dollar	1	1
Danish krone	-	7
Euro	728	260
Hong Kong dollar	202	3
Indonesian rupiah	-	3
Japanese yen	5	6
Mexican peso	-	4
Norwegian kroner	-	6
Singapore dollar	1	-
South African rand	-	1
Sterling	15,050	14,305
Swiss franc	-	2
Taiwanese dollar	5	49
US dollar	9	30
Cash held at clearing houses	-	497
Cash and bank balances	16,005	15,178

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Australian dollar	4	4
Canadian dollar	1	1
Danish krone	-	7
Euro	2	127
Mexican peso	-	4
Sterling	986	830
Taiwanese dollar	3	3
US dollar	205	6
	1,201	982

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	434	559
Amounts payable for cancellation of shares	667	828
Currency deals awaiting settlement	29	58
Income tax payable	93	-
Purchases awaiting settlement	864	211
	2,087	1,656

PREMIER FUNDS AGGREGATED FINANCIAL STATEMENTS

11. RELATED PARTIES

The required disclosures are set out in the notes to the financial statements of each of the sub-funds.

12. CONTINGENT LIABILITIES AND COMMITMENTS

The required disclosures are set out in the notes to the financial statements of each of the sub-funds.

13. FINANCIAL INSTRUMENTS

The required disclosures are set out in the notes to the financial statements of each of the sub-funds.

14. SHARE CLASSES

The required disclosures are set out in the notes to the financial statements of each of the sub-funds.

15. PORTFOLIO TRANSACTION COSTS

	31/05/13 £'000	31/05/12 £'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	157,905	113,701
Commissions	176	134
Other costs	209	75
Total purchase costs	385	209
Gross purchases total	158,290	113,910
Analysis of total sale costs:		
Gross sales before transaction costs	154,120	112,947
Commissions	(196)	(156)
Other costs	(17)	(8)
Total sale costs	(213)	(164)
Total sales net of transaction costs	153,907	112,783

PREMIER CHINA ENTERPRISE FUND

COMPARATIVE TABLES

Performance Record

Calendar Year	High (p)	Low (p)
Class A Net Income Shares		
2008	159.88	77.42
2009	169.37	98.81
2010	195.66	157.41
2011	194.13	120.90
2012	165.76	137.42
2013 ¹	183.85	166.27
Class A Net Accumulation Shares		
2008	164.83	80.21
2009	178.61	103.77
2010	206.33	165.99
2011	204.75	127.52
2012	175.28	145.80
2013 ¹	195.06	176.41
Class C Net Income Shares		
2012 ²	165.76	137.42
2013 ¹	184.26	166.77
Class C Net Accumulation Shares		
2011 ³	180.37	121.38
2012	168.19	139.76
2013 ¹	187.69	169.88

Income/Accumulation Record

Calendar Year	Net Income per Share (p)
Class A Net Income Shares	
2008	2.0387
2009	0.4888
2010	0.0442
2011	0.3453
2012	0.4904
2013 ¹	-
Class A Net Accumulation Shares	
2008	2.1058
2009	0.6502
2010	0.1130
2011	0.3641
2012	0.5917
2013 ¹	-
Class C Net Income Shares	
2012 ²	-
2013 ¹	0.7123
Class C Net Accumulation Shares	
2011 ³	1.7036
2012	1.6555
2013 ¹	0.1907

Net Asset Value (NAV)

As at	Shares in Issue	NAV per Share (p) ⁴
Class A Net Income Shares		
31/05/2011	2,236,116	172.92
31/05/2012	1,990,002	146.25
31/05/2013	1,713,086	174.81
Class A Net Accumulation Shares		
31/05/2011	3,193,253	182.39
31/05/2012	3,134,043	155.16
31/05/2013	2,986,422	185.47
Class C Net Income Shares		
31/05/2013	19,909	174.78
Class C Net Accumulation Shares		
31/05/2011	308,819	173.16
31/05/2012	279,978	148.44
31/05/2013	275,886	178.76
Total NAV		NAV of Sub-Fund (£)
31/05/2011		10,225,509
31/05/2012		8,188,737
31/05/2013		9,061,526

¹ To 31st May 2013.

² From 28th November 2012 to 31st December 2012.

³ From 21st February 2011 to 31st December 2011.

⁴ The net asset value per share is calculated on a bid basis and excludes any distribution payable.

ONGOING CHARGES FIGURE (OCF)

	31/05/2013	31/05/2012
Class A Net Income & Accumulation Shares	2.46%	2.29%
Class C Net Income & Accumulation Shares	1.71%	1.53%

The ongoing charges figure is based on the last year's expenses for the year ending 31st May 2013 and may vary from year to year.

It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

RISK AND REWARD INDICATOR (RRI)



The Fund is ranked as 6 because it has experienced relatively high rises and falls in value over the past five years. Please note that even the lowest ranking does not mean a risk-free investment.

The Risk and Reward Indicator 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.

PREMIER CHINA ENTERPRISE FUND

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Premier China Enterprise Fund is to achieve long term capital growth. The investment policy of the sub-fund is to achieve long-term capital appreciation primarily investing in equities issued by companies with significant exposure to the Greater China region, which consists of China, Hong Kong and Taiwan. Such companies include those listed in the People's Republic of China, Hong Kong, Taiwan, Singapore, Korea, Malaysia, Thailand, Indonesia, Australia, United Kingdom and the United States. The sub-fund will also be able to invest in warrants and convertible bonds in securities listed in these markets. The sub-fund will also be able to invest in collective investment vehicles whose investment exposure is to the Greater China region. Where appropriate foreign currency exposure may be hedged back into sterling at the discretion of the manager. Subject to the above, the sub-fund may also invest in other transferable securities, other collective investment schemes, money market instruments, cash and near cash, deposits, warrants and bonds in accordance with the rules in COLL. The sub-fund may also borrow and employ stocklending and underwriting techniques as permitted in COLL. The sub-fund may invest in derivatives and forward transactions for investment purposes as well as for the purposes of efficient portfolio management (including hedging).

INVESTMENT REVIEW

PERFORMANCE

Equity markets performed well over the period, primarily due to improving economic data from the US. Greater China equities rose 20.6%, and the Fund also performed well, rising 19.5%. Our marginal underperformance can be attributed to our overweight position in the energy sector, which underperformed due to concerns over slowing growth in China.

MARKET REVIEW

Over the period the information technology sector performed well on the back of strong sales in tablet computers and smartphones, with TPK Holdings, a provider of touch screen technology rising 83.4% over the period. China Everbright International who specialise in water treatment and waste to energy also performed well rising 85.1% due to strong contract wins. Along with pollution control, the consumer sectors have also performed well. Prince Frog International who design and manufacture child care products such as shampoos and moisturisers rose 54.5% on the back of strong sales. The company will also be a key beneficiary should China relax its single child policy.

PORTFOLIO ACTIVITY

Over the period we took advantage of the attractive valuation of the energy sector, with the addition of Fortune Oil. Fortune Oil has interests in gas supply infrastructure facilities in China and will benefit from China's policy to increase gas usage. We also increased our exposure to the healthcare sector due to China's ageing population with Sinopharm Group, China's largest pharmaceutical distributor, which was added towards the latter part of the period.

We continue to remain overweight the information technology sector and added QUALCOMM, whose chip designs are used by Apple and Samsung, as well as Chinese manufacturers such as Huawei and ZTE. China is now the world's biggest smartphone market and over 2012 they sold an average of 15 million units a month.

China continues to address its environmental issues and therefore Sound Global, a company involved in water and sewage treatment, was also added. The shares were volatile following the announcement of management changes which led to a buying opportunity. We feel these changes will enable the company to benefit from China's huge spending on the water sector.

We reduced our property exposure with the sale of Cheung Kong Holdings due to the Hong Kong government's intention to cool property prices. Within property we prefer to gain exposure through the retail and office landlords who are still seeing rental increases.

OUTLOOK

We continue to remain underweight in sectors such as Chinese banking, due to concerns over loan quality and falling margins. We prefer the Hong Kong banking sector, which continues to benefit from the internationalisation of the Renminbi. We also remain underweight the Chinese property sector due to its high debt levels, and the increasing regulations as the Chinese government attempts to stem the rise in property prices.

Whilst markets corrected during the latter part of the period following China's release of their first quarter 2013 gross domestic product (GDP) growth figure of 7.7% which was lower than market expectations, we are not concerned as this is within their annual target of 7.5%. China continues to strive for a more balanced economy where consumption plays a greater role and we are encouraged that our recent field checks confirm that wages are still rising. Whilst equity markets continue to be volatile due to fears that central banks are reducing their stimulus measures, we are pleased because this implies that global growth continues to recover and therefore we remain positive on equity markets.

Source: Premier Fund Managers Limited, June 2013. Performance data taken from FE Analytics and Bloomberg, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

The top ten purchases and sales during the year were as follows:

Purchases	Costs £'000	Sales	Proceeds £'000
Haitong Securities 'H'	329	Cheung Kong Holdings	374
China Mobile Ltd	286	Citic Securities 'H'	334
Golden Agri-Resources	264	Standard Chartered	303
QUALCOMM	263	HSBC	273
Sound Global	223	China Shineway Pharmaceuticals	225
Brilliance China Automotive	207	China Petroleum & Chemical 'H'	213
ASM Pacific Technology	198	Sinopec Shanghai Petrochemical 'H'	203
Fortune Oil	186	China Minzhong Food	195
TAI Cheung Holdings	185	Kosmopolito Hotels	179
Anhui Conch Cement 'H'	164	MGM China Holdings	173
Total purchases during the year were	4,854	Total sales during the year were	5,485

PREMIER CHINA ENTERPRISE FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
EQUITIES 98.80% (97.97%)			
China 54.96% (62.18%)			
70,000	Anhui Conch Cement 'H'	151	1.67
220,000	Brilliance China Automotive	165	1.82
400,000	China Blue Chemical 'H'	165	1.82
400,000	China Everbright International	214	2.36
70,000	China Merchants Holdings International	153	1.69
40,000	China Mobile	278	3.07
150,000	China Oilfield Services 'H'	209	2.31
110,000	China Shenhua Energy 'H'	237	2.62
290,000	China Unicom Hong Kong	262	2.89
200,000	CNOOC	232	2.56
880,000	Dalian Port 'H'	130	1.43
8,560,000	Environmental Energy International	98	1.08
170,000	Haitian International	195	2.15
310,000	Haitong Securities 'H'	308	3.39
220,000	Kunlun Energy	276	3.04
1,100,000	MIE Holdings	170	1.88
5,000	Mindray Medical International	135	1.49
150,000	Minth Group	169	1.86
2,404,000	Moulin Global Eyecare ¹	-	-
1,000,000	O-Net Communications	121	1.34
330,000	Petrochina 'H'	252	2.78
350,000	Prince Frog International	159	1.75
250,000	Shandong Weigao Group Medical 'H'	207	2.28
80,000	Sinopharm Group	142	1.57
7,000	Tencent Holdings	182	2.01
200,000	Vinda International Holdings	170	1.88
55,000	Yantai Changyu Pioneer Wine 'B'	201	2.22
		4,981	54.96
Hong Kong 18.53% (24.31%)			
100,000	AIA Group	291	3.21
27,000	ASM Pacific Technology	214	2.36
80,000	BOC Hong Kong Holdings	176	1.94
60,000	Dah Sing Financial Holdings	173	1.91
40,000	Hutchison Whampoa	279	3.08
350,000	Lee & Man Paper Manufacturing	154	1.70
350,000	Tai Cheung Holdings	188	2.07
35,000	Wharf Holdings	205	2.26
		1,680	18.53
Singapore 11.25% (5.57%)			
800,000	Golden Agri-Resources	238	2.63
6,000	Jardine Matheson Holdings	259	2.85
250,000	Mapletree Greater China	132	1.46
300,000	Noble Group	162	1.79
700,000	Sound Global	228	2.52
		1,019	11.25
Taiwan 7.01% (5.91%)			
30,000	Hiwin Technologies	126	1.39
70,000	Hon Hai Precision	118	1.30
87,000	Taiwan Semiconductor	209	2.31
13,917	TPK Holdings	182	2.01
		635	7.01
United Kingdom 2.01% (0.00%)			
2,300,000	Fortune Oil	182	2.01
		182	2.01

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
United States of America 5.04% (0.00%)			
2,500	Baidu	161	1.78
7,000	QUALCOMM	296	3.26
		457	5.04
Total Value of Investments 8,954 98.80			
Net Other Assets		108	1.20
Total Net Assets 9,062 100.00			

Figures in brackets represent sector distribution at 31st May 2012.

¹ Securities in liquidation/delisted.

All investments are ordinary shares unless otherwise stated.

PREMIER CHINA ENTERPRISE FUND

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
Income			
Net capital gains/(losses)	2	1,558	(1,592)
Revenue	3	180	253
Expenses			
Expenses	4	(199)	(181)
Finance costs: Interest	6	-	-
Net (expense)/revenue before taxation		(19)	72
Taxation	5	(10)	(18)
Net (expense)/revenue after taxation		(29)	54
Total return before distributions		1,529	(1,538)
Finance costs: Distributions	6	(3)	(54)
Change in net assets attributable to shareholders from investment activities		1,526	(1,592)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

	Note	31/05/13 £'000	31/05/12 £'000
Opening net assets attributable to shareholders		8,189	10,226
Amounts receivable on issue of shares		2,345	1,672
Amounts payable on cancellation of shares		(3,003)	(2,153)
		(658)	(481)
Dilution levy		2	1
Change in net assets attributable to shareholders from investment activities		1,526	(1,592)
Retained distributions on accumulation shares	6	3	35
Closing net assets attributable to shareholders		9,062	8,189

BALANCE SHEET

As at 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
ASSETS			
Investment assets		8,954	8,023
Debtors	7	261	82
Cash and bank balances	8	91	216
Total other assets		352	298
Total assets		9,306	8,321
LIABILITIES			
Creditors	10	(187)	(112)
Bank overdrafts	9	(57)	(10)
Distributions payable on income units	6	-	(10)
Total liabilities		(244)	(132)
Net assets attributable to shareholders		9,062	8,189

The notes on pages 16 to 18 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER CHINA ENTERPRISE FUND

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies are set out in the aggregated notes to the financial statements on pages 8 to 11.

2. NET CAPITAL GAINS/(LOSSES)

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	1,562	(1,590)
Currency gains	5	7
Forward currency contracts	1	-
Transaction charges	(10)	(9)
Net capital gains/(losses)	1,558	(1,592)

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Franked UK dividends	-	25
Overseas dividends	180	228
	180	253

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	126	125
	126	125
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	9
Safe custody fees	11	4
	23	13
Other expenses:		
Auditor's remuneration	8	5
EMX fees	3	2
Legal fees	2	-
Price publication fees	(2)	2
Printing fees	8	3
PRS fees	1	5
Registration fees	30	26
	50	43
Total expenses	199	181

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Overseas withholding tax	10	18
Total current tax (note 5 (b))	10	18
Total taxation	10	18

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net (expense)/revenue before taxation	(19)	72
	(19)	72
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	(4)	14
Effects of:		
Franked UK dividends and distributions not subject to taxation	-	(5)
Expenses not utilised in the period	40	37
Overseas withholding tax	10	18
Tax effect on non-taxable overseas dividends	(39)	(44)
Taxation due to timing differences	3	(2)
Current tax charge (note 5 (a))	10	18

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Factors that may affect the future tax charge:

The sub-fund has not recognised a deferred tax asset of £158,362 (2012: £118,626) arising as a result of having unutilised management expenses. These are not expected to be utilised in the foreseeable future unless the nature of the sub-fund's revenue or capital gains changes.

PREMIER CHINA ENTERPRISE FUND

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
Interim distribution	-	7
Interim accumulation	2	14
Final distribution	-	10
Final accumulation	1	21
	3	52
Add: Revenue deducted on cancellation of shares	3	2
Deduct: Revenue received on issue of shares	(3)	-
Net distributions for the year	3	54
Interest	-	-
Total finance costs	3	54

The difference between the net (expense)/revenue after taxation and the amounts distributed comprises:

Net (expense)/revenue after taxation	(29)	54
Deficit transferred to capital	32	-
Finance costs: Distributions	3	54

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	56	72
Amounts receivable for issue of shares	2	10
Sales awaiting settlement	203	-
	261	82

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Hong Kong dollar	20	3
Singapore dollar	1	-
Sterling	65	162
Taiwanese dollar	5	49
US dollar	-	2
Cash and bank balances	91	216

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Sterling	54	7
Taiwanese dollar	3	3
	57	10

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	32	31
Amounts payable for cancellation of shares	10	81
Purchases awaiting settlement	145	-
	187	112

11. RELATED PARTIES

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 7.

Premier Fund Managers Limited, as an associate of Premier Portfolio Managers Limited, had the following shareholdings in the Fund held on behalf of its private clients:

	Held at 31/05/13	Change in year	Held at 31/05/12
Class A Net Accumulation Shares	24,872	-	24,872
Class A Net Income Shares	203,401	(23,816)	227,217
Class C Net Accumulation Shares	79,189	79,189	-

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held a material interest in the Fund.

Premier Fund Managers Limited	6.00% (2012: 4.54%)
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12. CONTINGENT LIABILITIES AND COMMITMENTS

There were no contingent liabilities or outstanding commitments at the balance sheet date (2012: £nil).

13. FINANCIAL INSTRUMENTS

In pursuing the sub-fund's investment objective, the main risks arising from the sub-fund's financial instruments are market price, currency, interest rate, liquidity and counterparty risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. The investment adviser considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the sub-fund's investment objective.

The investment adviser does not use derivative instruments to hedge the investment portfolio against market price risks.

Currency Risk

The revenue and capital value of the sub-fund's investments can be significantly affected by foreign currency translation movements as the sub-fund's assets and revenue may be denominated in currencies other than sterling, which is the sub-fund's base currency.

There are three main areas of currency risk. These are, movement in exchange rates affecting the value of investments, short-term timing differences such as exposure to exchange rate movements during the period between when an investment purchase or sale is entered into and the date when settlement occurs, and movements in exchange rates affecting revenue received by the sub-fund.

PREMIER CHINA ENTERPRISE FUND

The currency profile of the sub-fund's financial instruments at the balance sheet date (including short term debtors and creditors) was:

Currency exposure as at 31st May 2013

Currency	Portfolio of Investments £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Hong Kong dollar	6,528	20	6,548	72.25
Singapore dollar	759	1	760	8.39
Sterling	182	85	267	2.95
Taiwanese dollar	635	2	637	7.03
US dollar	850	-	850	9.38
Total	8,954	108	9,062	100.00

Currency exposure as at 31st May 2012

Currency	Portfolio of Investments £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Hong Kong dollar	7,082	3	7,085	86.52
Singapore dollar	238	-	238	2.90
Sterling	-	114	114	1.39
Taiwanese dollar	485	47	532	6.50
US dollar	218	2	220	2.69
Total	8,023	166	8,189	100.00

Interest Rate Risk

The majority of the sub-fund's assets comprise equity shares which do not pay interest (2012: £nil).

The only interest-bearing financial assets of the sub-fund are bank balances, on which interest is calculated at a variable rate by reference to sterling bank deposit rates or the international equivalent.

Liquidity Risk

The sub-fund's assets comprise mainly readily realisable securities, which can be readily sold. The main liability of the sub-fund is the redemption of any shares that investors wish to sell. All the financial liabilities of the sub-fund fall due within one year.

Counterparty Risk

The sub-fund will be exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The sub-fund minimises concentrations of credit risk by undertaking transactions with a large number of counterparties on recognised and reputable exchanges. The sub-fund only buys and sells investments through brokers which have been approved by the investment adviser as an acceptable counterparty and from recognised product providers.

Fair Value of Financial Assets and Financial Liabilities

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-fund disclosed in the balance sheet where applicable.

Derivatives and Forward Transactions

As part of its monitoring of the usage of derivatives by each Fund, the ACD is required to calculate the global exposure for each Fund daily and to ensure that it meets the cover for investment in derivatives rules. The ACD has reviewed the type of derivatives used by each fund and the manner in which the derivatives are being used and has determined that each fund should be classified as non-sophisticated and that the most appropriate methodology for calculating global exposure is the 'commitment approach'. The Fund's depositary has reviewed this decision and is in agreement. The commitment approach follows guidelines laid down originally by the Committee of European Securities Regulators 'CESR' and referenced by the

Financial Conduct Authority Handbook in COLL 5.3.9. It measures the incremental exposure generated by the use of derivatives and forward transactions and then ensures that it does not exceed 100% of the net value of the Scheme Property. The incremental exposure of each derivative or forward is calculated by converting it into the market value of an equivalent position in the underlying asset of that derivative or forward transaction. The ACD may in some instances, and always following the CESR guidelines, take account of legally enforceable netting and hedging arrangements when calculating global exposure where these arrangements do not disregard any obvious or material risks.

The sub-fund does not hold any derivatives or forward transactions.

The investment adviser does not use derivative instruments to hedge the investment portfolio against risk.

14. SHARE CLASSES

The sub-fund currently has four types of shares. The AMC on each share class is as follows:

Class A Net Income Shares:	1.50%
Class A Net Accumulation Shares:	1.50%
Class C Net Income Shares:	0.75%
Class C Net Accumulation Shares:	0.75%

The net asset value, the net asset value per share and the number of shares in issue are given in the comparative tables on page 12. The distribution per share class is given in the distribution tables on this page and on page 19.

15. PORTFOLIO TRANSACTION COSTS

	31/05/13 £'000	31/05/12 £'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	4,838	6,240
Commissions	12	16
Other costs	4	5
Total purchase costs	16	21
Gross purchases total	4,854	6,261
Analysis of total sale costs:		
Gross sales before transaction costs	5,504	6,790
Commissions	(14)	(18)
Other costs	(5)	(6)
Total sale costs	(19)	(24)
Total sales net of transaction costs	5,485	6,766

DISTRIBUTION TABLES

For the period from 1st June 2012 to 30th November 2012

Interim dividend distribution in pence per share

Class A Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	-	-	-	0.3453
Group 2	-	-	-	0.3453

PREMIER CHINA ENTERPRISE FUND

Class A Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/01/13	31/01/12
Group 1	-	-	-	0.3641
Group 2	-	-	-	0.3641

Class C Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	-	-	-	-
Group 2	-	-	-	-

Class C Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/01/13	31/01/12
Group 1	0.5475	-	0.5475	0.8937
Group 2	0.5475	-	0.5475	0.8937

For the period from 1st December 2012 to 31st May 2013

Final dividend distribution in pence per share

Class A Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			30/08/13	31/08/12
Group 1	-	-	-	0.4904
Group 2	-	-	-	0.4904

Class A Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			30/08/13	31/08/12
Group 1	-	-	-	0.5917
Group 2	-	-	-	0.5917

Class C Net Income Shares

	Net Income	Equalisation	Amount Paid	
			30/08/13	31/08/12
Group 1	0.7123	-	0.7123	-
Group 2	0.7123	-	0.7123	-

Class C Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			30/08/13	31/08/12
Group 1	0.1907	-	0.1907	1.1080
Group 2	0.1897	0.0010	0.1907	1.1080

PREMIER CONSERVATIVE GROWTH FUND

COMPARATIVE TABLES

Performance Record

Calendar Year	High (p)	Low (p)
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Class A Net Accumulation Shares

2008	57.68	41.22
2009	51.83	38.57
2010	53.92	50.20
2011	56.32	52.77
2012	58.16	54.02
2013 ¹	60.53	58.25

Class B Net Income Shares

2012 ²	60.70	58.56
2013 ¹	63.32	60.81

Class C Net Accumulation Shares

2008	58.02	41.72
2009	52.81	39.10
2010	55.42	51.40
2011	58.14	54.57
2012	60.71	55.96
2013 ¹	63.39	60.82

Class E Net Accumulation Shares

2008	57.69	41.30
2009	52.04	38.66
2010	54.30	50.49
2011	56.79	53.25
2012	58.86	54.53
2013 ¹	61.33	58.96

Income/Accumulation Record

Calendar Year	Net Income per Share (p)
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Class A Net Accumulation Shares

2008	-
2009	-
2010	-
2011	-
2012	-
2013 ¹	-

Class B Net Income Shares

2012 ²	-
2013 ¹	-

Class C Net Accumulation Shares

2008	-
2009	-
2010	-
2011	-
2012	-
2013 ¹	-

Class E Net Accumulation Shares

2008	-
2009	-
2010	-
2011	-
2012	-
2013 ¹	-

Net Asset Value (NAV)

As at	Shares in Issue	NAV per Share (p) ³
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Class A Net Accumulation Shares

31/05/2011	3,328,747	55.62
31/05/2012	3,294,777	53.80
31/05/2013	5,386,591	60.16

Class B Net Income Shares

31/05/2013	3,242,886	62.93
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Class C Net Accumulation Shares

31/05/2011	3,513,583	57.37
31/05/2012	14,241,895	55.91
31/05/2013	41,864,979	63.00

Class E Net Accumulation Shares

31/05/2011	59,234,520	56.07
31/05/2012	53,740,075	54.38
31/05/2013	49,168,285	60.95

Total NAV

	NAV of Sub-Fund (£)
31/05/2011	37,078,612
31/05/2012	38,957,236
31/05/2013	61,626,951

¹ To 31st May 2013.

² From 20th August 2012 to 31st December 2012.

³ The net asset value per share is calculated on a bid basis and excludes any distribution payable.

ONGOING CHARGES FIGURE (OCF)

	31/05/2013	31/05/2012
Class A Net Accumulation Shares	2.09%	1.77%
Class B Net Income Shares	1.59%	-
Class C Net Accumulation Shares	1.34%	1.02%
Class E Net Accumulation Shares	1.84%	1.52%

The ongoing charges figure is based on the last year's expenses for the year ending 31st May 2013 and may vary from year to year.

It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

PREMIER CONSERVATIVE GROWTH FUND

RISK AND REWARD INDICATOR (RRI)



The Fund is ranked as 4 because it has experienced medium rises and falls in value over the past five years. Please note that even the lowest category does not mean a risk-free investment.

The Risk and Reward Indicator 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.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Premier Conservative Growth Fund is to achieve steady capital growth. The sub-fund will invest principally in a portfolio of securities which, in the manager's opinion, are lower risk securities and which will produce capital appreciation over the longer term. Subject to the above, the sub-fund may also invest in other transferable securities, collective investment schemes, money market instruments, cash and near cash, deposits, warrants and bonds in accordance with the rules in COLL. The sub-fund may also borrow and employ stock lending and underwriting techniques as permitted in COLL. The sub-fund may invest in derivatives and forward transactions for investment purposes as well as for the purposes of efficient portfolio management (including hedging).

INVESTMENT REVIEW

PERFORMANCE

The Fund returned 11.5% over the 12 month period, putting it well ahead of its benchmark, but behind the sector average's return of 15.4%. These numbers were achieved against a backdrop in which riskier assets, such as equities and high-yield corporate bonds, rallied very hard, so the underperformance versus the peer group is no surprise. In fact, we would suggest outperforming in such conditions would have been far greater cause for concern given the Fund's conservative remit. As such we are very satisfied with the Fund's progress, which has been consistently less volatile than its average peer's.

MARKET REVIEW

As the period began, the financial news was dominated by fears over European debt, in particular the possibility of a euro break-up. It was these concerns that had caused stock markets to sell-off before the reporting period began, sparking concerns of a repeat of 2011's dismal showing. But just days before the Olympics lifted the British collective spirits, the European Central Bank managed to engineer a similarly uplifting effect on share prices. Its President, Mario Draghi, pledged to do "whatever it takes" to stand behind the euro. This removed some of the fear that had been preventing investors from buying up cheap-looking shares, and stock markets have rallied almost continuously ever since.

PORTFOLIO ACTIVITY

While the majority of the portfolio has shown little change, we have seen some subtle changes to the portfolio.

Against the backdrop of rising markets, our 'Conservative Equity' allocation edged down over the year. Within our mix, we had one zero-dividend preference share (ZDP) mature, although we did take advantage of an all-too-rare new issue ZDP that further diversified our exposure through its physical land backing. With prices for ZDPs generally tightening, we disposed of two positions together with a synthetic ZDP issued by UBS that had performed very well.

Elsewhere, we received full proceeds from six of our structured investments that also matured during the year. On the buy side, we bought a new collateralised defensive autocall structured investment from EFG and picked up a couple of issues in the secondary market.

We also built exposure to a trio of long-short equity managers with a general net-long bias, where we have gained confidence on the alpha opportunities the managers can deliver. Along these lines we have incorporated a focused smaller companies manager, a widely respected European equity team and a sector specialist thematic holding in the Water and Agriculture sector. We also took advantage of attractive pricing in the dividend futures linked to the Eurostoxx index, which provides us with a less volatile alternative to equities.

Our 'Alternatives' allocation consists of investments where we believe there is little correlation to traditional asset class moves. The allocation has remained fairly consistent at just under 30%. Here we have had some success in realising a return from our hedge fund holdings as they either restructured to provide an exit, triggered a continuation vote or fell prey to such votes. With the levels of corporate merger and acquisition activity remaining muted in markets, we also acquired a position in a merger arbitrage fund that we hope will benefit from any pick-up in merger and acquisition activity.

We have added several positions in our 'Specialist Bonds' portfolio. This now accounts for just over 20% of the Fund, while we have reduced cash to less than 14%. We have initiated positions within a couple of absolute return bond funds that seek to extract very attractive returns without the associated risk of more traditional bonds. These have complemented our purchases of non-traditional asset-backed credit opportunities such as direct property lending or infrastructure debt. We believe that these instruments will outperform cash quite handsomely.

OUTLOOK

Stock markets have enjoyed a stellar run of late, so it would be no surprise to see a pullback at some point in the near future. However, the Fund is well diversified and designed to have very limited exposure to equities, so we are confident that it will do its job of insulating its holders from the unpleasant sell-offs that are an unfortunate part of stock-market investing. Given the potential for such a sell-off, we remain happy to hold a decent slug of cash in the Fund. This will allow us to exploit new opportunities should the general investor mood darken from its currently optimistic level, particularly as economies continue to struggle through what remains a tricky economic environment.

Source: Premier Fund Managers Limited, June 2013. Performance data taken from FE Analytics, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

PREMIER CONSERVATIVE GROWTH FUND

The top ten purchases and sales during the year were as follows:

Purchases	Costs £'000	Sales	Proceeds £'000
Alcentra European Floating Rate	3,109	HICL Infrastructure	2,161
Schroder GAIA CQS Credit	2,700	Alcentra European Floating Rate	1,907
Kames Capital Absolute Return Bond 'C'	2,650	Paulhac Guillame S&P 500	1,533
PFS TwentyFour Monument Bond	2,300	John Laing Infrastructure	1,517
HICL Infrastructure	2,055	Merrill Lynch FTSE Capital Protected III ELDeRs 22A	1,488
JPMorgan Global Merger Arbitrage 'C'	2,025	Inland ZDP	1,285
BlackRock European Absolute Alpha 'D'	2,000	International Public Partnerships	1,253
Cazenove Absolute UK Dynamic	1,918	Bear Stearns ZDP	1,219
EFG International Finance 0.00% 01/03/2019	1,850	Merrill Lynch 9% High yield ELDeRS 24A	1,211
Thames River Water & Agriculture Absolute Return	1,800	HSBC Bank Warrants 03/08/2017	1,188
Total purchases during the year were	45,507	Total sales during the year were	28,177

PREMIER CONSERVATIVE GROWTH FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
COLLECTIVE INVESTMENT SCHEMES 27.65% (2.77%)			
1,696,353	BlackRock European Absolute Alpha 'D'	2,010	3.26
1,450,000	Cazenove Absolute UK Dynamic	2,022	3.28
32,490	JPMorgan Global Merger Arbitrage 'C'	2,067	3.35
259,302	Kames Capital Absolute Return Bond 'C'	2,673	4.34
22,005	PFS TwentyFour Monument Bond	2,351	3.81
167,544	Polar Capital European Market Neutral 'I'	1,541	2.50
25,768	Schroder GAIA CQS Credit	2,537	4.12
148,511	Thames River Water & Agriculture Absolute Return	1,840	2.99
		17,041	27.65
INVESTMENT COMPANIES 22.41% (36.21%)			
Delisted Securities 0.00% (0.00%)			
852,040	BC Securities ¹	-	-
714,920	CI Securities ¹	-	-
82,686	Danae ¹	-	-
1,088,041	Enhanced Zero ¹	-	-
377,981	European Growth & Income ¹	-	-
58,025	Exeter Securities ¹	-	-
305,000	Investec High Income ZDP ¹	-	-
800,000	Legg Mason Investment Strategic Asset ¹	-	-
100,000	Media and Income Trust ¹	-	-
2,177,000	Morley Absolute Growth ¹	-	-
401,777	Resolution Asset UK Income Trust ¹	-	-
1,302,460	Royal London UK Equity & Income ZDP ¹	-	-
48,461	Zero Preference Growth ¹	-	-
1,751,982	Zero Preference Growth Series ZDP ¹	-	-
1,218,528	Zero Preference Growth UTS ¹	-	-
		-	-
Alternatives 10.69% (15.18%)			
2,125,000	Alternative Asset Opportunities	935	1.52
2,230,162	Bluecrest BlueTrend	2,331	3.78
788,900	Burford Capital	844	1.37
1,887,517	CATCo Reinsurance Opportunities	1,185	1.92
825,000	Damille Investment	743	1.21
492,000	Juridica Investments	546	0.89
		6,584	10.69
Fixed Interest 11.72% (2.04%)			
1,950,000	Alcentra European Floating Rate	2,067	3.35
1,750,000	BNP Arbitrage Issuance 0% 19/06/2017	1,869	3.03
159,101	GCP Infrastructure Investments 'C'	170	0.28
1,000,000	ICG Longbow	1,057	1.72
950,000	Starwood European	993	1.61
1,000,000	TwentyFour Income	1,065	1.73
		7,221	11.72
Property 0.00% (0.12%)			
8,476,428	Battersea Power Station ¹	-	-
6,362,013	Battersea Power Station WTS ¹	-	-
2,838,257	Real Estate Opportunities ²	-	-
		-	-
United States of America 0.00% (1.59%)			

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
ZERO DIVIDEND PREFERENCE SHARES 6.74% (17.28%)			
650,000	Aberforth Geared ZDP	879	1.43
324,850	Inland ZDP	351	0.57
775,000	JPMorgan Private Equity 2015 ZDP	612	0.99
763,000	Utilico 31/10/2014 ZDP	1,202	1.95
677,050	Utilico 31/10/2016 ZDP	1,107	1.80
		4,151	6.74
FUNDS OF HEDGE FUNDS 10.93% (10.83%)			
Global 10.93% (10.83%)			
1,337,250	AcenciA Debt Strategies	1,284	2.08
1,290,812	Alternative Investment Strategies	1,726	2.80
1,134,000	Dexion Absolute	1,691	2.74
1,400,000	Dexion Trading	1,897	3.08
261,763	FRM Credit Alpha	144	0.23
		6,742	10.93
STRUCTURED PLANS 11.79% (27.68%)			
Europe 8.59% (6.52%)			
1,600,000	Credit Suisse 0.00% 14/01/2016	1,901	3.08
1,850,000	EFG International Euro STOXX 22/02/2019	1,844	2.99
1,350,000	HSBC DJ EUROSTOXX 8% Defensive Autocall	1,552	2.52
		5,297	8.59
Global 0.00% (1.87%)			
United Kingdom 3.20% (16.17%)			
1,350,000	Symphony FTSE 100 2013 Synthetic ZDP	1,974	3.20
		1,974	3.20
United States of America 0.00% (3.12%)			
WARRANTS 6.53% (0.00%)			
20	Abbey National Call warrant 23/05/2017	1,157	1.88
25	Abbey National Call warrant 11/02/2017	1,444	2.34
1,225,000	Royal Bank of Scotland FTSE 100 PUT 14/03/2016	1,209	1.96
1,225,000	Royal Bank of Scotland FTSE 100 CALL 14/03/2016	213	0.35
		4,023	6.53
Total Value of Investments		53,033	86.05
Net Other Assets		8,594	13.95
Total Net Assets		61,627	100.00

Figures in brackets represent sector distribution at 31st May 2012.

¹ Securities in liquidation/delisted.

² Aim listed Securities.

All investments are ordinary shares unless otherwise stated.

PREMIER CONSERVATIVE GROWTH FUND

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
Income			
Net capital gains/(losses)	2	5,510	(760)
Revenue	3	343	264
Expenses	4	(647)	(555)
Finance costs: Interest	6	-	-
Net expense before taxation		(304)	(291)
Taxation	5	-	-
Net expense after taxation		(304)	(291)
Total return before distributions		5,206	(1,051)
Finance costs: Distributions	6	4	-
Change in net assets attributable to shareholders from investment activities		5,210	(1,051)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

	31/05/13 £'000	31/05/12 £'000
Opening net assets attributable to shareholders	38,957	37,079
Amounts receivable on issue of shares	29,640	13,992
Amounts payable on cancellation of shares	(12,222)	(11,065)
	17,418	2,927
Dilution levy	57	16
Stamp duty reserve tax	(15)	(14)
Change in net assets attributable to shareholders from investment activities	5,210	(1,051)
Closing net assets attributable to shareholders	61,627	38,957

BALANCE SHEET

As at 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
ASSETS			
Investment assets		53,033	30,189
Debtors	7	344	551
Cash and bank balances	8	8,733	9,145
Total other assets		9,077	9,696
Total assets		62,110	39,885
LIABILITIES			
Creditors	10	(206)	(638)
Bank overdrafts	9	(277)	(290)
Total liabilities		(483)	(928)
Net assets attributable to shareholders		61,627	38,957

The notes on pages 25 to 28 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER CONSERVATIVE GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies are set out in the aggregated notes to the financial statements on pages 8 to 11.

2. NET CAPITAL GAINS/(LOSSES)

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	5,517	(776)
Currency (losses)/gains	(4)	19
Transaction charges	(3)	(3)
Net capital gains/(losses)	5,510	(760)

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Deposit interest	31	15
Franked UK dividends	-	8
Interest on debt securities	(3)	-
Management fee rebates	1	1
Overseas dividends	302	166
Unfranked distributions	12	74
	343	264

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	527	456
	527	456
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	12
Safe custody fees	12	5
	24	17
Other expenses:		
Auditor's remuneration	6	5
EMX fees	6	4
Price publication fees	(2)	4
Printing fees	23	9
PRS fees	5	5
Registration fees	58	55
	96	82
Total expenses	647	555

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Total current tax (note 5 (b))	-	-
Total taxation	-	-

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net expense before taxation	(304)	(291)
	(304)	(291)
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	(61)	(58)
Effects of:		
Franked UK dividends and distributions not subject to taxation	-	(2)
Expenses not utilised in the period	121	93
Tax effect on non-taxable overseas dividends	(54)	(38)
Tax chargeable in different periods	(6)	5
Current tax charge (note 5 (a))	-	-

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Factors that may affect the future tax charge:

The sub-fund has not recognised a deferred tax asset of £748,014 (2012: £626,883) arising as a result of having unutilised management expenses. It is unlikely that the fund will obtain relief for these in the future so no deferred tax asset has been recognised.

PREMIER CONSERVATIVE GROWTH FUND

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
Interim accumulation	-	-
Final accumulation	-	-
	-	-
Add: Revenue deducted on cancellation of shares	-	-
Deduct: Revenue received on issue of shares	(4)	-
Net distributions for the year	(4)	-
Interest	-	-
Total finance costs	(4)	-

The difference between the net revenue after taxation and the amounts distributed comprises:

Net revenue after taxation	(304)	(291)
Deficit transferred to capital	300	291
Finance costs: Distributions	(4)	-

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	44	12
Amounts receivable for issue of shares	283	204
Recoverable income tax	17	54
Sales awaiting settlement	-	281
	344	551

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Sterling	8,733	9,145
Cash and bank balances	8,733	9,145

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Sterling	277	290
	277	290

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	82	68
Amounts payable for cancellation of shares	114	388
Purchases awaiting settlement	10	182
	206	638

11. RELATED PARTIES

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 7.

Premier Fund Managers Limited, as an associate of Premier Portfolio Managers Limited, had the following shareholdings in the Fund held on behalf of its private clients:

	Held at 31/05/13	Change in year	Held at 31/05/12
Class B Net Income Shares	3,157,137	3,157,137	-
Class C Net Accumulation Shares	33,995,152	21,246,305	12,748,847
Class E Net Accumulation Shares	241,278	(62,594)	303,872

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held a material interest in the Fund.

Premier Fund Managers Limited	38.22% (2012: 18.72%)
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12. CONTINGENT LIABILITIES AND COMMITMENTS

There were no contingent liabilities or outstanding commitments at the balance sheet date (2012: £nil).

13. FINANCIAL INSTRUMENTS

In pursuing the sub-fund's investment objective, the main risks arising from the sub-fund's financial instruments are market price, currency, interest rate, liquidity and counterparty risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. The investment adviser considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the sub-fund's investment objective.

The sub-fund holds positions in structured plans. The purpose of the plans is to provide a certain level of capital protection albeit with a limited potential return, dependant on the movement of underlying market indices. The use of structured plans is intended to reduce the volatility of the overall portfolio although in extreme market conditions this may not be the case. The portfolio statement on page 23 shows that 11.79% (2012: 27.68%) of the sub-fund's portfolio consists of investments in structured plans.

Currency Risk

There was no material direct foreign currency exposure within the sub-fund at the balance sheet date. However, there was foreign currency exposure within the sub-fund's holdings of Collective Investment Schemes since their assets are denominated in currencies other than sterling with the effect that their balance sheet and total returns can be affected by exchange rate fluctuations.

PREMIER CONSERVATIVE GROWTH FUND

Currency exposure as at 31st May 2013

Currency	Portfolio of Investments £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Sterling	51,848	8,594	60,442	98.07
US dollar	1,185	-	1,185	1.93
Total	53,033	8,594	61,627	100.00

Currency exposure as at 31st May 2012

Currency	Portfolio of Investments £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Sterling	29,246	8,768	38,014	97.58
US dollar	943	-	943	2.42
Total	30,189	8,768	38,957	100.00

Interest Rate Risk

The sub-fund will be exposed to interest rate risk on its financial assets, which include zero dividend preference shares and fixed interest securities as disclosed in the portfolio of investments. Other than these the only interest-bearing financial assets of the sub-fund are bank balances, on which interest is calculated at a variable rate by reference to sterling bank deposit rates or the international equivalent.

The interest rate risk profile of the sub-fund's financial assets and liabilities at the balance sheet date was:

Interest rate exposure as at 31st May 2013

Currency	Fixed rate financial assets £'000	Floating rate financial assets £'000	Other £'000	Total £'000	Weighted average fixed interest rate %	Weighted average period for which interest is fixed (years)
Sterling	3,454	8,456	48,532	60,442	(5.34)	3.16
US dollar	-	-	1,185	1,185	-	-
Total	3,454	8,456	49,717	61,627	(5.34)	3.16

Interest rate exposure as at 31st May 2012

Currency	Fixed rate financial assets £'000	Floating rate financial assets £'000	Other £'000	Total £'000	Weighted average fixed interest rate %	Weighted average period for which interest is fixed (years)
Sterling	2,102	11,297	24,615	38,014	1.26	5.00
US dollar	-	-	943	943	-	-
Total	2,102	11,297	25,558	38,957	1.26	5.00

Zero dividend preference securities have been omitted from the weighted average calculations in the tables above.

Liquidity Risk

The sub-fund's assets comprise mainly readily realisable securities, which can be readily sold. The main liability of the sub-fund is the redemption of any shares that investors wish to sell. All the financial liabilities of the sub-fund fall due within one year.

The lack of liquidity in certain stock markets or foreign exchange markets may mean that from time to time the ACD may experience more difficulty in purchasing or selling holdings of securities than it would in a developed market.

Counterparty Risk

The sub-fund will be exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The sub-fund minimises concentrations of credit risk by undertaking transactions with a range of counterparties on recognised and reputable exchanges. The sub-fund only buys and sells investments through brokers which have been approved by the investment adviser as an acceptable counterparty and from recognised product providers.

The sub-fund is also exposed to counterparty risk with the issuers of structured plans.

The sub-fund is exposed to counterparty risk when the issuers of ZDP's may not redeem in full.

Fair Value of Financial Assets and Financial Liabilities

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-fund disclosed in the balance sheet where applicable.

Derivatives and Forward Transactions

As part of its monitoring of the usage of derivatives by each Fund, the ACD is required to calculate the global exposure for each Fund daily and to ensure that it meets the cover for investment in derivatives rules. The ACD has reviewed the type of derivatives used by each fund and the manner in which the derivatives are being used and has determined that each fund should be classified as non-sophisticated and that the most appropriate methodology for calculating global exposure is the 'commitment approach'. The Fund's depositary has reviewed this decision and is in agreement. The commitment approach follows guidelines laid down originally by the Committee of European Securities Regulators 'CESR' and referenced by the Financial Services Authority Handbook in COLL 5.3.9. It measures the incremental exposure generated by the use of derivatives and forward transactions and then ensures that it does not exceed 100% of the net value of the Scheme Property. The incremental exposure of each derivative or forward is calculated by converting it into the market value of an equivalent position in the underlying asset of that derivative or forward transaction. The ACD may in some instances, and always following the CESR guidelines, take account of legally enforceable netting and hedging arrangements when calculating global exposure where these arrangements do not disregard any obvious or material risks.

Other than structured plans, the sub-fund does not hold any derivatives that could materially impact the value of the sub-fund.

The sub-fund is exposed to credit risk whereby the issuer of securities may default on its obligations. The sub-fund manages this risk by monitoring the credit rating of issuers.

PREMIER CONSERVATIVE GROWTH FUND

14. SHARE CLASSES

The sub-fund currently has four types of share. The AMC on each share class is as follows:

Class A Net Accumulation Shares:	1.50%
Class B Net Income Shares:	1.00%
Class C Net Accumulation Shares:	0.75%
Class E Net Accumulation Shares:	1.25%

The net asset value, the net asset value per share and the number of shares in issue are given in the comparative tables on page 20.

15. PORTFOLIO TRANSACTION COSTS

	31/05/13 £'000	31/05/12 £'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	45,485	21,451
Commissions	12	-
Other costs	10	-
Total purchase costs	22	-
Gross purchases total	45,507	21,451
Analysis of total sale costs:		
Gross sales before transaction costs	28,195	22,649
Commissions	(18)	(13)
Total sale costs	(18)	(13)
Total sales net of transaction costs	28,177	22,636

DISTRIBUTION TABLE

Expenses exceeded revenue during the year, as a result no distributions were paid (2012: same).

PREMIER DEFENSIVE GROWTH FUND

COMPARATIVE TABLES

Performance Record

Calendar Year	High (p)	Low (p)
Class A Net Income Shares		
2010 ¹	100.98	100.00
2011	102.09	99.46
2012 ²	107.98	101.55
2013	-	-
Class A Net Accumulation Shares		
2010 ¹	100.98	100.00
2011	102.06	99.44
2012 ²	107.92	101.52
2013	-	-
Class B Net Income Shares		
2012 ³	108.51	100.00
2013 ⁴	111.67	108.57
Class B Net Accumulation Shares		
2010 ¹	100.98	100.00
2011	102.11	99.53
2012	108.49	101.68
2013 ⁴	111.64	108.55
Class C Net Income Shares		
2012 ³	108.52	100.00
2013 ⁴	111.73	108.58

Income/Accumulation Record

Calendar Year	Net Income per Share (p)
Class A Net Income Shares	
2011	-
2012 ²	-
2013	-
Class A Net Accumulation Shares	
2011	-
2012 ²	-
2013	-
Class B Net Income Shares	
2012 ³	0.0808
2013 ⁴	-
Class B Net Accumulation Shares	
2011	-
2012	-
2013 ⁴	-
Class C Net Income Shares	
2012 ³	0.0776
2013 ⁴	-

Net Asset Value (NAV)

As at	Shares in Issue	NAV per Share (p) ⁵
Class A Net Income Shares		
31/05/2011	35,934	100.99
31/05/2012	56,417	101.36
31/05/2013	-	-
Class A Net Accumulation Shares		
31/05/2011	58,720	100.99
31/05/2012	206,332	101.34
31/05/2013	-	-
Class B Net Income Shares		
31/05/2013	113,811	111.00
Class B Net Accumulation Shares		
31/05/2011	13,478,111	100.99
31/05/2012	27,061,240	101.60
31/05/2013	29,651,274	111.00
Class C Net Income Shares		
31/05/2013	7,182,230	111.09
Total NAV		NAV of Sub-Fund (£)
31/05/2011		13,707,374
31/05/2012		27,759,430
31/05/2013		41,016,644

¹ From 21st December 2010 to 31st December 2010.

² Share Classes A Net Income and A Net Accumulation closed down on 15th December 2012.

³ From 5th November 2012 to 31st December 2012.

⁴ To 31st May 2013.

⁵ The net asset value per share is calculated on a bid basis and excludes any distribution payable.

ONGOING CHARGES FIGURE (OCF)

	31/05/2013	31/05/2012
Class B Net Income & Accumulation Shares	1.17%	1.23%
Class C Net Income Shares	0.92%	0.98%

The ongoing charges figure is based on the last year's expenses for the year ending 31st May 2013 and may vary from year to year.

It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

PREMIER DEFENSIVE GROWTH FUND

RISK AND REWARD INDICATOR (RRI)



The Fund is ranked as 4 because the Fund and portfolios holding similar assets have experienced medium rises and falls in value over recent years. As there is less than five years of available data for this Fund, for illustrative purposes a similar type of investment has been used in the calculation of the risk/reward profile.

The Risk and Reward Indicator 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.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Premier Defensive Growth Fund is to provide capital growth over the medium term. The sub-fund will seek to achieve a return in excess of cash deposits by principally investing in a combination of transferable securities (including quoted securities, unquoted securities and zero dividend preference shares) and structured products which, in the Investment Adviser's opinion, are likely to offer the opportunity of returns in excess of cash deposits but with lower volatility than would normally be associated with investing in equity markets. The sub-fund may also invest in fixed income securities, money market instruments, warrants, bonds, deposits, cash and near cash, and regulated collective investment schemes. The sub-fund may also borrow and employ stock lending techniques as permitted in COLL. The sub-fund may invest in derivatives and forward transactions for investment purposes as well as for the purposes of efficient portfolio management (including hedging).

INVESTMENT REVIEW

PERFORMANCE

The Fund continues to generate a stable absolute return from a highly diversified, multi-asset portfolio. Over the reporting period the Fund returned 9.1% with a lower level of volatility than major peers. The Fund continues to seek stable returns and expects to achieve a positive return over any 12 month period, as we have to date. The Fund continues to exhibit low risk statistics whilst providing attractive growth. The Fund offers a low volatility alternative to some of the largest bond funds and absolute return funds.

MARKET REVIEW

Over the 12 months, equity markets fared well, helped by a more cohesive and stable Eurozone despite a few stagers such as events in Cyprus. Central banks have continued to remain supportive, at least vocally, helping to support the market. The Bank of England maintained the base rate at 0.50% and increased the asset purchase scheme by a further £50bn in July 2012 to a total of £375bn.

PORTFOLIO ACTIVITY

UK equities remain our largest underlying exposure, in low volatility investments that have reduced sensitivity to equity market movements on a day to day basis. Despite the low sensitivity, the Fund has benefitted from this exposure as holdings have been re-rated following strong equity market performance. Our second largest sector exposure is to private equity in holdings that are defensive with defined profiles. We invest in securities that rank near the top of the capital structures and this enables the Fund to have a predictable return profile; the majority of investments have a fixed life and fixed entitlement.

Credit markets in general experienced a tightening over the period. The Fund has exposure to senior bank debt, which has seen a significant rally. The improving 'health' of banks through key indicators such as capital ratios and the availability of cheap finance has enabled banks to 'fill their boots', resulting in many major banks effectively closing their doors to new cash deposits. This positive sentiment was extended further through better communication and action by Central banks and policymakers, particularly over Europe. This exposure has been reduced and also the duration shortened following successful participation in the asset strength.

We continue to invest in a diverse range of investments beyond those already mentioned, including indirect exposure to commercial property, commodities, residential property, US equities, Asian equities, Litigation Finance and many other asset classes. Geographical, sector and asset class exposures are determined by our top-down analysis and then complimented by bottom up analysis focusing on stability and downside protection, looking to extract value from a continually moving set of opportunities.

OUTLOOK

Financial markets still face headwinds and the Fund continues to position itself in a defensive fashion. This is achieved by constantly monitoring our exposure to major risks in the fund and increasing or reducing our exposure in line with the Fund's principles. We continue to look for diversified asset classes and opportunities that can provide an attractive balance for investors. In conclusion, we seek to generate growth on a low volatility basis targeting a positive return over any 12 month period.

Source: Premier Fund Managers Limited, June 2013. Performance data taken from FE Analytics, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

The top ten purchases and sales during the year were as follows:

Purchases	Costs £'000	Sales	Proceeds £'000
ING Bank CD 0.87% 09/10/2012	2,000	Utilico Finance ZDP 2014	2,309
Utilico Finance ZDP 2014	1,210	JPMorgan Private Equity Zero 2013	2,147
Small Companies Dividend Trust ZDP 2018	950	ING Bank CD 0.87% 09/10/2012	2,000
Ecofin Water and Power Opportunities ZDP 2016	932	Royal Bank of Canada FTSE 100 Autocall 2018	854
Premier Energy & Water Trust ZDP 2015	920	Barclays FTSE Synthetic Zero 2016	600
JPMorgan Income & Capital Trust ZDP 2018	854	Abbey National HPI Linked Note	548
Morgan Stanley FTSE 100 Autocall	846	UBS FTSE Synthetic Zero 2017	544
Brevan Howard Global	830	Ecofin Water and Power Opportunities ZDP 2016	540
Goldman Sachs FTSE 100 Synthetic Zero	798	Aberdeen Asian Smaller Companies 3.50% 31/05/2019	515
Barclays FTSE Synthetic Zero 2013	736	Credit Suisse FTSE 100 Autocall	482
Total purchases during the year were	25,809	Total sales during the year were	17,166

PREMIER DEFENSIVE GROWTH FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

Holding	Investment	Market	Total	Holding	Investment	Market	Total
		Value	Value of			Value	Value of
		£'000	Sub-Fund			£'000	Sub-Fund
			%				%
CONVERTIBLES 6.26% (0.00%)							
291,200	Aberdeen Asian Smaller Companies CULS 3.50% 31/05/2019	380	0.92	350,000	JPMorgan Structured Product B.V. 0% 28/03/2019	361	0.88
470,000	Cayenne Trust 3.25% CULS 08/08/2016	470	1.14	800,000	Morgan Stanley FTSE 100 Autocall 2015	874	2.13
415,000	City Natural Resources High Yield CULS 3.5% 30/09/2018	386	0.94	485,000	Morgan Stanley FTSE Synthetic Zero (Accrual) 2014	549	1.34
600,000	Ecofin Water & Power Opportunities 6% CULS 31/05/2016	615	1.50	50,000	Morgan Stanley FTSE Synthetic Zero 13/12/2013	57	0.14
432,000	Edinburgh Dragon 3.5% CULS 31/01/2018	460	1.12	50,000	Morgan Stanley FTSE Synthetic Zero 27/08/2013	61	0.15
125	Electra Private Equity 5% CULS 29/12/2017	151	0.37	200,000	Nomura FTSE Synthetic Zero 23/05/2014	231	0.56
95,000	Standard Life UK Smaller Companies 3.5% CULS 2018	109	0.27	110,000	Nomura FTSE Synthetic Zero 29/05/2014	127	0.31
		2,571	6.26	11	Rabobank FTSE Synthetic Zero 2017	643	1.56
				9,500	RBS FTSE Synthetic Zero 2014	1,106	2.70
				500,000	Royal Bank of Canada FTSE 100 Autocall 2017	532	1.30
				438,114	Symphony FTSE Synthetic Zero 2013	641	1.56
				200,000	UBS AG Jersey Call Warrants 2016	209	0.51
				1,110,000	UBS FTSE Synthetic Zero 2016	1,379	3.36
				290,000	UBS S&P 500 Synthetic Zero 2014	345	0.84
						13,519	32.94
FIXED INTEREST 3.18% (14.43%)							
30,000	Allied Domecq Financial Services 6.625% 12/06/2014	32	0.08	ZERO DIVIDEND PREFERENCE SHARES 37.09% (0.00%)			
350,000	Cayenne Trust 3.25% 31/07/2016	455	1.11	633,396	Aberforth Geared Income Trust ZDP 2017	857	2.09
150,000	F&C Finance 9.00% 20/12/2016	163	0.40	1,106,603	Acorn Income Fund ZDP 2017	1,300	3.17
792,864	Premier UK Money Market Fund 'B'	400	0.98	888,226	Ecofin Water and Power Opportunities ZDP 2016	1,272	3.10
250,000	RWE Finance 6.375% 03/06/2013	250	0.61	859,013	Electra Private Equity ZDP 2016	1,177	2.87
		1,300	3.18	1,204,796	F&C Private Equity ZDP 2014	1,726	4.21
				593,700	Inland ZDP 2019	641	1.56
INVESTMENT COMPANIES 13.82% (51.37%)							
United Kingdom 13.82% (51.37%)							
310,000	Acencia Debt Strategies	298	0.73	340,000	JPMorgan Income ZDP 2018	524	1.28
70,000	Alliance Trust	314	0.77	220,000	JPMorgan Private Equity Limited ZDP 2015	174	0.43
1,100,100	Battersea Power Station ¹	-	-	4,215,578	Jupiter Second Split Trust ZDP 2014	1,623	3.96
825,683	Battersea Power Station WTS ¹	-	-	512,561	JZ Capital Partners ZDP 2016	1,668	4.07
8,000	BH Macro	187	0.46	321,000	M&G High Income Trust ZDP 2017	325	0.79
16,000	BlackRock World Mining Trust	79	0.19	505,000	Picton Property Income ZDP 2016	550	1.34
110,000	Bluecrest Allblue Fund	203	0.49	375,924	Premier Energy & Water Trust ZDP 2015	722	1.76
39,000	Brevan Howard Credit Catalyst	448	1.09	587,500	Small Companies Dividend Trust ZDP 2018	661	1.61
82,780	Brevan Howard Global	1,018	2.48	1,211,519	Utilico Finance ZDP 2014	1,908	4.65
20,000	Brunner Investment Trust	99	0.24	50,000	Utilico Finance ZDP 2016	82	0.20
190,908	Burford Capital	204	0.50			15,210	37.09
175,000	Dexion Absolute Limited	261	0.64	FUTURES & OPTIONS 0.18% (0.46%)			
165,000	Dexion Trading Limited	224	0.55	10	FTSE 100 PUT 5500	2	-
40,000	Goldman Sachs Dynamic Opportunities	30	0.07	10	FTSE 100 PUT 6000	1	-
40,000	Herald Investment Trust	219	0.53	3	FTSE 100 PUT 6200	6	0.01
120,000	Invesco Income Growth Trust	305	0.74	6	FTSE 100 PUT 6400	15	0.04
75,000	JPMorgan Claverhouse Investment Trust	405	0.99	1	FTSE 100 PUT 6600	4	0.01
20,000	Jupiter Primadona Growth Trust	257	0.63	5	FTSE 100 PUT 6600	17	0.04
165,000	Juridica Investments	183	0.45	2	FTSE 100 PUT 6700	10	0.03
205,000	Miton Worldwide Growth Investment Trust	298	0.73	1	S&P 500 PUT 1550	3	0.01
260,000	Phaunos Timber Fund	79	0.19	(70)	Short Gilt June 2013 Future	17	0.04
517,322	Real Estate Credit Investment	553	1.35			75	0.18
355,739	Real Estate Opportunities	-	-	FORWARD FX CURRENCY CONTRACTS -0.01% (0.00%)			
		5,664	13.82	371,864	Sold USD 573,000 Bought GBP for settlement on 09/08/2013	(5)	(0.01)
HEDGE FUNDS 0.00% (1.06%)							
STRUCTURED PLANS 32.94% (27.46%)							
United Kingdom 32.94% (27.46%)							
50,000	Abbey National HPI Linked Note	46	0.11			(5)	(0.01)
500,000	Barclays FTSE Synthetic Zero 2013	761	1.86	Total Value of Investments			
580,000	Barclays FTSE Synthetic Zero 2015	776	1.89			38,334	93.46
1,100,000	Credit Suisse FTSE Synthetic Zero 2016	1,290	3.14	Net Other Assets			
55,000	ELDeRS 13C - Japan Capital Protected II 2016	68	0.16			2,683	6.54
1,125,000	Goldman Sachs FTSE 100 Synthetic Zero	1,506	3.67	Total Net Assets			
950,000	HSBC FTSE Synthetic Zero 2014	1,071	2.61			41,017	100.00
600,000	HSBC FTSE Synthetic Zero 2017	751	1.83				
130,000	JPMorgan Structured Product B.V. 0% 15/04/2019	135	0.33				

Figures in brackets represent sector distribution at 31st May 2012.

¹ Securities in liquidation/delisted

PREMIER DEFENSIVE GROWTH FUND

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
Income					
Net capital gains	2		3,352		392
Revenue	3	130		98	
Expenses					
Expenses	4	(414)		(301)	
Finance costs: Interest	6	-		-	
Net expense before taxation		(284)		(203)	
Taxation	5	-		-	
Net expense after taxation			(284)		(203)
Total return before distributions			3,068		189
Finance costs: Distributions	6		-		-
Change in net assets attributable to shareholders from investment activities			3,068		189

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

		31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			27,759		13,707
Amounts receivable on issue of shares					
Amounts receivable on issue of shares		23,044		20,312	
Amounts payable on cancellation of shares					
Amounts payable on cancellation of shares		(12,864)		(6,438)	
			10,180		13,874
Dilution levy			28		-
Stamp duty reserve tax			(18)		(11)
Change in net assets attributable to shareholders from investment activities			3,068		189
Closing net assets attributable to shareholders			41,017		27,759

BALANCE SHEET

As at 31st May 2013

	Notes	31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
ASSETS					
Investment assets			38,339		26,336
Debtors					
Debtors	7		405		41
Cash and bank balances	8		2,953		1,643
Total other assets			3,358		1,684
Total assets			41,697		28,020
LIABILITIES					
Investment liabilities			(5)		(25)
Creditors					
Creditors	10		(441)		(67)
Bank overdrafts	9		(234)		(169)
Total other liabilities			(675)		(236)
Total liabilities			(680)		(261)
Net assets attributable to shareholders			41,017		27,759

The notes on pages 33 to 35 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER DEFENSIVE GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies are set out in the aggregated notes to the financial statements on pages 8 to 11.

2. NET CAPITAL GAINS

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	3,573	763
Currency losses	(60)	(29)
Derivative securities	(153)	(337)
Forward currency contracts	(2)	-
Transaction charges	(6)	(5)
Net capital gains	3,352	392

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Bank interest	14	4
Franked UK dividends	25	6
Interest on debt securities	70	83
Overseas dividends	20	-
Unfranked distributions	1	5
	130	98

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	356	250
	356	250
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	13
Safe custody fees	11	4
	23	17
Other expenses:		
Auditor's remuneration	6	5
EMX fees	2	1
Price publication fees	(2)	5
Printing fees	3	-
PRS fees	4	-
Registration fees	22	23
	35	34
Total expenses	414	301

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Total current tax (note 5 (b))	-	-
Total taxation	-	-

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net expense before taxation	(284)	(203)
	(284)	(203)
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	(57)	(41)
Effects of:		
Franked UK dividends and distributions not subject to taxation	(5)	(1)
Expenses not utilised in the period	66	42
Taxation due to timing differences	(1)	-
Tax effect on non-taxable overseas dividends	(3)	-
Current tax charge (note 5 (a))	-	-

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Factors that may affect the future tax charge:

The sub-fund has not recognised a deferred tax asset of £116,869 (2012: £51,176) arising as a result of having unutilised management expenses. These are not expected to be utilised in the foreseeable future unless the nature of the sub-fund's revenue or capital gains changes.

PREMIER DEFENSIVE GROWTH FUND

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
Interim accumulation	-	-
Final accumulation	-	-
	-	-
Add: Revenue deducted on cancellation of shares	-	-
Deduct: Revenue received on issue of shares	-	-
Net distributions for the year	-	-
Interest	-	-
Total finance costs	-	-

The difference between the net expense after taxation and the amounts distributed comprises:

Net expense after taxation	(284)	(203)
Deficit transferred to capital	284	203
Finance costs: Distributions	-	-

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	44	17
Amounts receivable for issue of shares	360	23
Recoverable income tax	1	1
	405	41

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Sterling	2,942	1,580
US dollar	1	-
Cash held at clearing houses	10	63
Cash and bank balances	2,953	1,643

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Sterling	234	169
	234	169

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	52	43
Amounts payable for cancellation of shares	4	24
Purchases awaiting settlement	385	-
	441	67

11. RELATED PARTIES

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 7.

Premier Fund Managers Limited, as an associate of Premier Portfolio Managers Limited, had the following shareholdings in the Fund held on behalf of its private clients:

	Held at 31/05/13	Change in year	Held at 31/05/12
Class B Net Accumulation Shares	19,341,763	(4,315,649)	23,657,412
Class C Net Income Shares	1,313,784	1,313,784	-

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held a material interest in the Fund.

Premier Fund Managers Limited 55.90% (2012: 87.42%)

12. CONTINGENT LIABILITIES AND COMMITMENTS

There were no contingent liabilities or outstanding commitments at the balance sheet date (2012: £nil).

13. FINANCIAL INSTRUMENTS

In pursuing the sub-fund's investment objective, the main risks arising from the sub-fund's financial instruments are market price, currency, interest rate, liquidity and counterparty risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. The investment adviser considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the sub-fund's investment objective.

The sub-fund holds positions in structured plans. The purpose of the plans is to provide a certain level of capital protection albeit with a limited potential return, dependent on the movement of underlying market indices. The use of structured plans is intended to reduce the volatility of the overall portfolio although in extreme market conditions this may not be the case. The portfolio statement on page 31, shows that 32.94% (2012: 27.46%) of the sub-fund's portfolio consists of investments in structured plans.

The investment adviser does not use derivative instruments to hedge the investment portfolio against market price risks.

PREMIER DEFENSIVE GROWTH FUND

Currency Risk

The revenue and capital value of the sub-fund's investments can be significantly affected by foreign currency translation movements as the sub-fund's assets and revenue may be denominated in currencies other than sterling, which is the sub-fund's base currency.

There are three main areas of currency risk. These are, movement in exchange rates affecting the value of investments, short-term timing differences such as exposure to exchange rate movements during the period between when an investment purchase or sale is entered into and the date when settlement occurs, and movements in exchange rates affecting revenue received by the sub-fund.

The currency profile of the sub-fund's financial instruments at the balance sheet date (including short term debtors and creditors) was Sterling.

Interest Rate Risk

The sub-fund will be exposed to interest rate risk on its financial assets, which include zero dividend preference shares and fixed interest securities as disclosed in the portfolio of investments. Other than these the only interest-bearing financial assets of the sub-fund are bank balances, on which interest is calculated at a variable rate by reference to sterling bank deposit rates or the international equivalent.

The interest rate risk profile of the sub-fund's financial assets and liabilities at the balance sheet date was:

Interest rate exposure as at 31st May 2013

Currency	Fixed rate	Floating rate	Other	Total	Weighted average fixed interest rate	Weighted average period for which interest rate is fixed (years)
	financial assets	financial assets			£'000	£'000
Sterling	5,254	-	35,680	40,934	(5.22)	17.58
US dollar	-	-	83	83	-	-
Total	5,254	-	35,763	41,017	(5.22)	17.58

Interest rate exposure as at 31st May 2012

Currency	Fixed rate	Floating rate	Other	Total	Weighted average fixed interest rate	Weighted average period for which interest rate is fixed (years)
	financial assets	financial assets			£'000	£'000
Sterling	4,005	-	23,754	27,759	0.26	4.58
Total	4,005	-	23,754	27,759	0.26	4.58

Liquidity Risk

The sub-fund's assets comprise mainly readily realisable securities, which can be readily sold. The main liability of the sub-fund is the redemption of any shares that investors wish to sell. All the financial liabilities of the sub-fund fall due within one year.

Counterparty Risk

The sub-fund will be exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The sub-fund minimises concentrations of credit risk by undertaking transactions with a large number of counterparties on recognised and reputable exchanges. The sub-fund only buys and sells investments through brokers which have been approved by the investment adviser as an acceptable counterparty and from recognised product providers.

Fair Value of Financial Assets and Financial Liabilities

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-fund disclosed in the balance sheet where applicable.

Derivatives and Forward Transactions

As part of its monitoring of the usage of derivatives by each Fund, the ACD is required to calculate the global exposure for each Fund daily and to ensure that it meets the cover for investment in derivatives rules. The ACD has reviewed the type of derivatives used by each fund and the manner in which the derivatives are being used and has determined that each fund should be classified as non-sophisticated and that the most appropriate methodology for calculating global exposure is the 'commitment approach'. The Fund's depository has reviewed this decision and is in agreement. The commitment approach follows guidelines laid down originally by the Committee of European Securities Regulators 'CESR' and referenced by the Financial Conduct Authority Handbook in COLL 5.3.9. It measures the incremental exposure generated by the use of derivatives and forward transactions and then ensures that it does not exceed 100% of the net value of the Scheme Property. The incremental exposure of each derivative or forward is calculated by converting it into the market value of an equivalent position in the underlying asset of that derivative or forward transaction. The ACD may in some instances, and always following the CESR guidelines, take account of legally enforceable netting and hedging arrangements when calculating global exposure where these arrangements do not disregard any obvious or material risks.

Open positions at the balance sheet date, are disclosed as either 'Investment Assets' or 'Investment Liabilities' in the balance sheet. Unrealised gain/(losses) on derivatives are taken to capital. The value of these investments may fluctuate significantly.

14. SHARE CLASSES

The sub-fund currently has three types of shares. The AMC on each share class is as follows:

Class B Net Income Shares:	1.00%
Class B Net Accumulation Shares:	1.00%
Class C Net Income Shares:	0.75%

The net asset value, the net asset value per share and the number of shares in issue are given in the comparative tables on page 29. The distribution per share class is given in the distribution tables on page 36.

15. PORTFOLIO TRANSACTION COSTS

	31/05/13	31/05/12
	£'000	£'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	25,751	30,153
Commissions	24	16
Taxes	34	5
Total purchase costs	58	21
Gross purchases total	25,809	30,174
Analysis of total sale costs:		
Gross sales before transaction costs	17,175	14,876
Commissions	(9)	(5)
Total sale costs	(9)	(5)
Total sales net of transaction costs	17,166	14,871

PREMIER DEFENSIVE GROWTH FUND

DISTRIBUTION TABLES

For the period from 1st June 2012 to 30th November 2012

Interim dividend distribution in pence per share

Class A Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	-	-	-	-
Group 2	-	-	-	-

Class A Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/01/13	31/01/12
Group 1	-	-	-	-
Group 2	-	-	-	-

Class B Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	0.0808	-	0.0808	-
Group 2	0.0808	-	0.0808	-

Class B Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/01/13	31/01/12
Group 1	-	-	-	-
Group 2	-	-	-	-

Class C Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	0.0776	-	0.0776	-
Group 2	0.0776	-	0.0776	-

For the period from 1st December 2012 to 31st May 2013

Final dividend distribution in pence per share

Expenses exceeded revenue during the period, as a result no distributions were paid (2012: same).

PREMIER ENTERPRISE FUND

COMPARATIVE TABLES

Performance Record

Calendar Year	High (p)	Low (p)
---------------	----------	---------

Class A Net Income Shares

2008	299.85	157.15
2009	257.07	144.88
2010	290.96	238.09
2011	301.11	249.91
2012	270.35	236.73
2013 ¹	265.00	244.09

Class A Net Accumulation Shares

2008 ²	284.15	157.46
2009	258.73	145.22
2010	293.78	239.56
2011	303.99	252.31
2012	272.95	239.22
2013 ¹	268.05	246.90

Class C Net Income Shares

2008 ²	284.15	157.67
2009	258.83	145.78
2010	292.67	239.23
2011	303.25	252.33
2012	273.45	238.99
2013 ¹	267.77	247.11

Class C Net Accumulation Shares

2008 ²	284.15	158.01
2009	261.82	146.07
2010	300.92	244.04
2011	311.77	260.92
2012	282.75	248.79
2013 ¹	280.34	258.72

Income/Accumulation Record

Calendar Year	Net Income per Share (p)
---------------	--------------------------

Class A Net Income Shares

2008	-
2009	1.0204
2010	0.2215
2011	-
2012	0.4397
2013 ¹	0.4212

Class A Net Accumulation Shares

2008 ²	-
2009	1.2905
2010	0.2266
2011	-
2012	0.4204
2013 ¹	0.4429

Class C Net Income Shares

2008 ²	-
2009	3.2345
2010	3.5762
2011	1.4367
2012	3.0493
2013 ¹	1.7192

Class C Net Accumulation Shares

2008 ²	-
2009	3.6272
2010	3.2041
2011	1.4982
2012	3.1668
2013 ¹	1.7979

Net Asset Value (NAV)

As at	Shares in Issue	NAV per Share (p) ³
-------	-----------------	--------------------------------

Class A Net Income Shares

31/05/2011	6,198,019	293.31
31/05/2012	5,172,617	238.52
31/05/2013	2,417,147	326.70

Class A Net Accumulation Shares

31/05/2011	350,437	296.11
31/05/2012	309,447	240.99
31/05/2013	263,260	330.89

Class C Net Income Shares

31/05/2011	3,550	295.78
31/05/2012	4,618	240.43
31/05/2013	5,684	329.72

Class C Net Accumulation Shares

31/05/2011	1,684,557	304.50
31/05/2012	2,009,536	250.27
31/05/2013	1,302,228	127.26

Total NAV (£)

31/05/2011	24,356,921
31/05/2012	18,123,770
31/05/2013	10,443,962

¹ To 31st May 2013.

² From 3rd June 2008 to 31st December 2008.

³ The net asset value per share is calculated on a bid basis and excludes any distribution payable.

PREMIER ENTERPRISE FUND

ONGOING CHARGES FIGURE (OCF)

	31/05/2013	31/05/2012
Class A Net Income & Accumulation Shares	2.33%	2.11%
Class C Net Income & Accumulation Shares	1.33%	1.16%

The ongoing charges figure is based on the last year's expenses for the year ending 31st May 2013 and may vary from year to year.

It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

On 31st May 2013 the Premier Enterprise Fund merged with the Premier Global Alpha Growth Fund.

RISK AND REWARD INDICATOR (RRI)



The Fund is ranked as 6 because it has experienced relatively high rises and falls in value over the past five years. Please note that even the lowest category does not mean a risk-free investment.

The Risk and Reward Indicator 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.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Premier Enterprise Fund is to provide long term capital growth. The sub-fund will invest in a portfolio of equities, seeking capital growth for investors. Cash balances and exchange traded derivatives may be used according to market conditions. The portfolio will be exposed to global currencies although the manager will regularly use forward exchange contracts for hedging.

Subject to the above, the sub-fund may also invest in other transferable securities (including but not limited to warrants and bonds), collective investment schemes, money market instruments, cash and near cash and deposits. The sub-fund may also borrow and employ stocklending and underwriting techniques. The sub-fund may invest in derivatives and forward transactions for investment purposes as well as for the purposes of efficient portfolio management (including hedging).

INVESTMENT REVIEW

PERFORMANCE

Over the 12 months to 31st May 2013 the Fund returned 6.4%. This was a disappointing outcome relative to the IMA Flexible Investment sector for which the average return was 21.8%.

MARKET REVIEW

It was a year in which equity markets rallied strongly. With some stability returning to the banking sector and policies of quantitative easing coupled with low interest rates in the US and Europe keeping recession at bay, investors began to see attraction in equities relative to cash and bonds. Over the year, the MSCI World index rose 26.9% and the FTSE All Share Index returned 25.5%. Europe was the best performing region with the FTSE Europe (ex-UK) index up 37.0%. In the UK, smaller company shares were particularly strong with the FTSE Small Cap index (ex-investment trusts) rising 42.0%.

PORTFOLIO ACTIVITY

On 18th April 2013, Premier Enterprise Fund shareholders approved a merger of the Fund with the Premier Global Alpha Growth Fund. To facilitate the merger, shareholders also approved a change in investment

strategy to allow the Fund to be aligned with the investment objectives for the Premier Global Alpha Growth Fund ahead of the merger date of 31st May 2013.

As a consequence of these changes, the Premier Enterprise Fund portfolio was substantially realigned during the second half of the period.

In the first half of the year we reduced private equity exposure with sales of Graphite Enterprise and Eurovestec. We were forced into selling our position in Eurovestec ahead of a planned delisting, which we had opposed. We had received a significant return of funds through tender offers but, with no timetable for a realisation of the remaining assets, we could not justify holding this company as an unlisted security with no secondary market in the shares. We took profits from successful investments in Carador and Real Estate Credit Investments. Both were higher yielding securities that had moved to premiums to asset value.

In the first quarter of 2013 we converted our large position in Boussard and Gavaudan sterling shares in the euro share class as they traded on a narrower discount and then proceeded to sell the entire position. Boussard had been our largest holding and had provided steady returns and good performance within the listed hedge funds sector. Also in this quarter we reduced exposure to European property with the sale of the remaining position in Invista European Real Estate and Alpha Real Property. During this period, as realisations were made, the proceeds were reinvested into exchange traded funds, principally funds tracking US indices and emerging market indices. These investments were made so that market exposure could be maintained at the same time as providing liquidity that would enable a low cost realignment of the portfolio once the merger with the Premier Global Alpha Growth Fund was approved. After the formal approval of the merger on 18 April, investments were made into global equities that were common with the holdings in the Premier Global Alpha Growth Fund. At the period end, 55.1% of the Fund was invested in US equities, 16.7% in Asian equities; 13.2% in European equities, 10.3% in Japanese equities and 3.1% in UK equities.

OUTLOOK

The Premier Enterprise Fund merged with the Premier Global Alpha Growth Fund on 31st May 2013.

Source: Premier Fund Managers Limited, June 2013. Performance data taken from FE Analytics, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

The top ten purchases and sales during the year were as follows:

Purchases	Costs £'000	Sales	Proceeds £'000
Strathdon Investments	1,086	Boussard & Gavaudan EUR	1,329
SPDR S&P 500 ETF	1,004	Alliance Trust	1,272
iShares MSCI Emerging Markets Index Fund	541	3i Group	1,268
Dolphin Capital Investors	390	Burford Capital	1,099
Nitto Denko	309	Strathdon Investments	1,087
Pfizer	290	SPDR S&P 500 ETF	984
China Railway Construction	285	Templeton Emerging Market	901
UnitedHealth Group	282	USD	
AIA Group	279	Greenwich Loan	861
China Construction Bank	274	Income Fund	856
		Real Estate Credit Investments	809
		Dolphin Capital Investors	
Total purchases during the year were	13,525	Total sales during the year were	22,202

PREMIER ENTERPRISE FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
EQUITIES 99.71% (96.66%)			
Asia 27.03% (10.66%)			
100,000	AIA Group	291	2.79
650,000	Bumi Serpong Damai	94	0.90
25,000	Cheung Kong Holdings	232	2.22
520,000	China Construction Bank	278	2.66
600,000	China Liansu Group	228	2.18
450,000	China Railway Construction 'H'	290	2.78
20,000	Daihatsu Motor	284	2.72
33,000	Itochu	276	2.64
150,000	Krung Thai Bank	72	0.69
59,000	Mitsubishi UFJ Financial Group	230	2.20
7,100	Nitto Denko	284	2.72
35,000	Semen Indonesia Persero	42	0.40
500,000	Skyworth Digital Holdings	222	2.13
1,007,718	Vision Opportunity China ¹	-	-
		2,823	27.03
Australia 0.97% (0.00%)			
48,000	Fortescue Metals Group	101	0.97
		101	0.97
Europe 13.26% (10.04%)			
3,600	Anheuser-Busch Inbev	219	2.10
3,200	Bayer	226	2.16
22,000	DNB ASA	236	2.26
12,000	Koninklijke Philips	226	2.16
5,500	Novartis	260	2.49
2,500	Zodiac Aerospace	218	2.09
		1,385	13.26
Global 0.00% (54.44%)			
Property 0.00% (7.13%)			
1,059,605	Real Estate Opportunities	-	-
350,000	Sofia Property Fund	-	-
2,900,000	Speymill Deutsche Immobilien ¹	-	-
		-	-
United Kingdom 0.77% (14.39%)			
3,167,094	Battersea Power Station ¹	-	-
2,377,076	Battersea Power Station WTS ¹	-	-
1,450,000	Global Special Opportunities Trust Capital Shares ¹	-	-
208,181	New Opportunities Trust ¹	-	-
3,600,000	Ocean Resources Capital Holdings	-	-
85	Strathdon Investments ¹	81	0.77
		81	0.77
United States of America 57.68% (0.00%)			
10,000	American International Group	304	2.91
3,200	Amgen	221	2.12
6,300	BE Aerospace	266	2.55
7,900	CBS	261	2.50
2,050	CF Industries Holdings	262	2.51
8,500	Citigroup	298	2.85
30,000	CTC Media	242	2.32
7,100	CVS Caremark	274	2.62
20,500	Fifth Third Bancorp	250	2.39
2,800	Franklin Resources	297	2.84
6,600	Gilead Sciences	242	2.32
430	Google 'A'	246	2.36

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
United States of America (continued)			
6,100	Enesco 'A'	248	2.37
5,000	Lear	200	1.91
9,500	Macy's	307	2.94
11,300	Metlife	329	3.15
14,200	Pfizer	264	2.53
5,700	QUALCOMM	240	2.30
6,900	SanDisk	272	2.60
2,750	Union Pacific	284	2.72
5,800	United Rentals	219	2.10
7,150	UnitedHealth Group	304	2.91
3,150	Westlake Chemical	194	1.86
		6,024	57.68
FIXED INTEREST 0.00% (2.30%)			
Total Value of Investments		10,414	99.71
Net Other Assets		30	0.29
Total Net Assets		10,444	100.00

Figures in brackets represent sector distribution at 31st May 2012.

¹ Securities in liquidation/delisted.

² Aim listed Securities.

All investments are ordinary shares unless otherwise stated.

PREMIER ENTERPRISE FUND

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	2		1,147	(4,434)	
Revenue	3	413		491	
Expenses	4	(297)		(416)	
Finance costs: Interest	6	-		-	
Net revenue before taxation		116		75	
Taxation	5	(6)		(6)	
Net revenue after taxation			<u>110</u>	<u>69</u>	
Total return before distributions			1,257	(4,365)	
Finance costs: Distributions	6		(110)	(69)	
Change in net assets attributable to shareholders from investment activities			<u><u>1,147</u></u>	<u><u>(4,434)</u></u>	

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

	Note	31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			18,124	24,357	
Amounts receivable on issue of shares		1,270		4,239	
Amounts payable on cancellation of shares		(10,164)		(6,094)	
			(8,894)	(1,855)	
Dilution levy			11	-	
Stamp duty reserve tax			(3)	(5)	
Change in net assets attributable to shareholders from investment activities			1,147	(4,434)	
Retained distributions on accumulation shares	6		59	61	
Closing net assets attributable to shareholders			<u><u>10,444</u></u>	<u><u>18,124</u></u>	

BALANCE SHEET

As at 31st May 2012

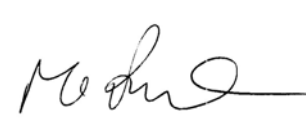
	Notes	31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
ASSETS					
Investment assets			<u>10,414</u>	<u>17,935</u>	
Debtors	7		69	20	
Cash and bank balances	8		231	280	
Total other assets			<u>300</u>	<u>300</u>	
Total assets			<u>10,714</u>	<u>18,235</u>	
LIABILITIES					
Creditors	10		(104)	(102)	
Bank overdraft	9		(156)	-	
Distribution payable on income shares	6		(10)	(9)	
Total liabilities			<u>(270)</u>	<u>(111)</u>	
Net assets attributable to shareholders			<u><u>10,444</u></u>	<u><u>18,124</u></u>	

The notes on pages 41 to 43 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER ENTERPRISE FUND

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies are set out in the aggregated notes to the financial statements on pages 8 to 11.

2. NET CAPITAL GAINS/(LOSSES)

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	1,156	(4,433)
Currency (losses)/gains	(6)	1
Derivative securities	(5)	-
Forward currency contracts	5	-
Transaction charges	(3)	(2)
Net capital gains/(losses)	1,147	(4,434)

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Bank interest	2	1
Franked UK dividends	153	121
Interest on debt securities	9	10
Offshore dividend CIS revenue	-	6
Overseas dividends	249	353
	413	491

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	212	339
	212	339
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	15
Safe custody fees	11	5
	23	20
Other expenses:		
Auditor's remuneration	11	5
EMX fees	4	3
Legal fees	-	-
Price publication fees	(3)	6
Printing fees	7	4
PRS fees	5	5
Registration fees	38	34
	62	57
Total expenses	297	416

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Overseas withholding tax	6	6
Total current tax (note 5 (b))	6	6
Total taxation	6	6

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net revenue before taxation	116	75
	116	75
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	23	15
Effects of:		
Franked UK dividends and distributions not subject to taxation	(30)	(25)
Expenses not utilised in the period	57	81
Overseas withholding tax	6	6
Tax effect on non-taxable overseas dividends	(45)	(71)
Tax payable in different periods	(5)	-
Current tax charge (note 5 (a))	6	6

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Factors that may affect the future tax charge:

The sub-fund has not recognised a deferred tax asset of £1,012,940 (2012: £955,735) arising as a result of having unutilised management expenses. These are not expected to be utilised in the foreseeable future unless the nature of the sub-fund's revenue or capital gains changes.

PREMIER ENTERPRISE FUND

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
Interim distribution	10	-
Interim accumulation	34	27
Final distribution	10	9
Final accumulation	25	34
	79	70
Add: Revenue deducted on cancellation of shares	37	11
Deduct: Revenue received on issue of shares	(6)	(12)
Net distributions for the year	110	69
Interest	-	-
Total finance costs	110	69

The difference between the net expense after taxation and the amounts distributed comprises:

	31/05/13 £'000	31/05/12 £'000
Net revenue after taxation	110	69
Deficit transferred to capital	-	-
Finance costs: Distributions	110	69

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	24	8
Amounts receivable for issue of shares	-	12
Overseas tax recoverable	2	-
Sales awaiting settlement	43	-
	69	20

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Sterling	50	280
US dollar	181	-
Cash and bank balances	231	280

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Sterling	156	-
	156	-

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	41	51
Amounts payable for cancellation of shares	63	51
	104	102

11. RELATED PARTIES

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 7.

Premier Fund Managers Limited, as an associate of Premier Portfolio Managers Limited, had the following shareholdings in the Fund held on behalf of its private clients:

	Held at 31/05/13	Change in year	Held at 31/05/12
Class A Net Accumulation Shares	-	(498)	498
Class A Net Income Shares	-	(27,250)	27,250
Class C Net Accumulation Shares	1,174,158	(550,588)	1,724,746

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held a material interest in the Fund.

Premier Fund Managers Limited	30.60% (2012: 24.18%)
-------------------------------	-----------------------

12. CONTINGENT LIABILITIES AND COMMITMENTS

There were no contingent liabilities or outstanding commitments at the balance sheet date (2012: £nil).

13. FINANCIAL INSTRUMENTS

In pursuing the sub-fund's investment objective, the main risks arising from the sub-fund's financial instruments are market price, currency, interest rate, liquidity and counterparty risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. The investment adviser considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the sub-fund's investment objective.

Currency Risk

The revenue and capital value of the sub-fund's investments can be significantly affected by foreign currency translation movements as the sub-fund's assets and revenue may be denominated in currencies other than sterling, which is the sub-fund's base currency.

There are three main areas of currency risk. These are, movement in exchange rates affecting the value of investments, short-term timing differences such as exposure to exchange rate movements during the period between when an investment purchase or sale is entered into and the date when settlement occurs, and movements in exchange rates affecting revenue received by the sub-fund.

There is also indirect foreign currency exposure within the sub-funds holdings of Collective Investment Schemes, since their assets may be denominated in currencies other than sterling with the effect that their balance sheet and total returns can be affected by exchange rate fluctuations.

PREMIER ENTERPRISE FUND

The direct currency profile of the sub-fund's financial instruments at the balance sheet date (including short term debtors and creditors) was:

Currency exposure as at 31st May 2013

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets/(Liabilities) £'000	Total £'000	Total Exposure %
Australian dollar	101	-	-	101	0.97
Euro	889	-	-	889	8.51
Hong Kong dollar	1,541	-	-	1,541	14.75
Indonesian rupiah	136	-	-	136	1.30
Japanese yen	1,075	-	-	1,075	10.29
Norwegian krone	236	-	-	236	2.26
Sterling	81	-	(151)	(70)	(0.68)
Swiss franc	260	-	-	260	2.49
Thailand baht	72	-	-	72	0.69
US dollar	6,023	-	181	6,204	59.42
Total	10,414	-	30	10,444	100.00

Currency exposure as at 31st May 2012

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Euro	835	-	-	835	4.61
Japanese yen	-	-	-	-	-
Singapore dollar	441	-	-	441	2.43
Sterling	14,149	-	189	14,338	79.11
US dollar	2,510	-	-	2,510	13.85
Total	17,935	-	189	18,124	100.00

Interest Rate Risk

The majority of the sub-fund's assets comprise equity shares which do not pay interest (2012: nil%).

The only interest-bearing financial assets of the sub-fund are bank balances, on which interest is calculated at a variable rate by reference to sterling bank deposit rates or the international equivalent.

Liquidity Risk

The sub-fund's assets comprise mainly readily realisable securities, which can be readily sold. The main liability of the sub-fund is the redemption of any shares that investors wish to sell. All the financial liabilities of the sub-fund fall due within one year.

Counterparty Risk

The sub-fund will be exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The sub-fund minimises concentrations of credit risk by undertaking transactions with a large number of counterparties on recognised and reputable exchanges. The sub-fund only buys and sells investments through brokers which have been approved by the investment adviser as an acceptable counterparty and from recognised product providers.

Fair Value of Financial Assets and Financial Liabilities

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-fund disclosed in the balance sheet where applicable.

Derivatives and Forward Transactions

As part of its monitoring of the usage of derivatives by each Fund, the ACD is required to calculate the global exposure for each Fund daily and to ensure that it meets the cover for investment in derivatives rules. The ACD has reviewed the type of derivatives used by each fund and the manner in which the derivatives are being used and has determined that each fund should be classified as non-sophisticated and that the most appropriate methodology for calculating global exposure is the 'commitment approach'. The Fund's depositary has reviewed this decision and is in agreement. The commitment approach follows guidelines laid down originally by the Committee of European Securities Regulators 'CESR' and referenced by the Financial Conduct Authority Handbook in COLL 5.3.9. It measures the incremental exposure generated by the use of derivatives and forward transactions and then ensures that it does not exceed 100% of the net value of the Scheme Property. The incremental exposure of each derivative or forward is calculated by converting it into the market value of an equivalent position in the underlying asset of that derivative or forward transaction. The ACD may in some instances, and always following the CESR guidelines, take account of legally enforceable netting and hedging arrangements when calculating global exposure where these arrangements do not disregard any obvious or material risks.

The sub-fund did not hold any derivatives or forward transactions at the year end.

The investment adviser has used derivative instruments to hedge the investment portfolio against risk.

14. SHARE CLASSES

The sub-fund currently has four types of shares. The AMC on each share class is as follows:

Class A Net Income & Accumulation Shares:	1.75%
Class C Net Income & Accumulation Shares:	0.80%

The net asset value, the net asset value per share and the number of shares in issue are given in the comparative tables on page 37. The distribution per share class is given in the distribution tables on page 44.

15. PORTFOLIO TRANSACTION COSTS

	31/05/13 £'000	31/05/12 £'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	13,510	8,429
Commissions	11	13
Taxes	4	8
Total purchase costs	15	21
Gross purchases total	13,525	8,450
Analysis of total sale costs:		
Gross sales before transaction costs	22,230	9,708
Commissions	(28)	(16)
Total sale costs	(28)	(16)
Total sales net of transaction costs	22,202	9,692

PREMIER ENTERPRISE FUND

DISTRIBUTION TABLES

For the period from 1st June 2012 to 30th November 2012

Interim dividend distribution in pence per share

Class A Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	0.2625	-	0.2625	-
Group 2	-	0.2625	0.2625	-

Class A Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/01/13	31/01/12
Group 1	0.2710	-	0.2710	-
Group 2	-	0.2710	0.2710	-

Class C Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	1.4430	-	1.4430	1.0384
Group 2	0.6727	0.7703	1.4430	1.0384

Class C Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/01/13	31/01/12
Group 1	1.5026	-	1.5026	1.0794
Group 2	0.0229	1.4797	1.5026	1.0794

For the period from 1st December 2012 to 31st May 2013

Final dividend distribution in pence per share

Class A Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			30/08/13	31/08/12
Group 1	0.4212	-	0.4212	0.1772
Group 2	0.4212	-	0.4212	0.1772

Class A Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			30/08/13	31/08/12
Group 1	0.4429	-	0.4429	0.1494
Group 2	0.4429	-	0.4429	0.1494

Class C Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			30/08/13	31/08/12
Group 1	1.7192	-	1.7192	1.6063
Group 2	1.7192	-	1.7192	1.6063

Class C Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			30/08/13	31/08/12
Group 1	1.7979	-	1.7979	1.6642
Group 2	1.7979	-	1.7979	1.6642

PREMIER OPTIMUM INCOME FUND

COMPARATIVE TABLES

Performance Record

Calendar Year	High (p)	Low (p)
Class A Net Income Shares		
2008	155.14	95.32
2009	110.63	80.55
2010	109.93	94.03
2011	109.70	87.84
2012	101.12	84.47
2013 ¹	108.88	99.22
Class A Net Accumulation Shares		
2008 ⁵	113.77	95.32
2009	131.33	90.64
2010	141.82	117.87
2011	148.05	123.37
2012	157.26	129.30
2013 ¹	177.94	158.55
Class B Net Income Shares		
2013 ²	109.01	99.26
Class C Net Income Shares		
2010 ³	113.05	94.25
2011	113.50	91.52
2012	105.69	88.37
2013 ¹	114.83	104.52
Class C Net Accumulation Shares		
2009 ⁴	131.93	82.05
2010	143.23	118.73
2011	150.05	124.98
2012	160.77	131.55
2013 ¹	182.49	162.13
Income/Accumulation Record		
Calendar Year	Net Income per Share (p)	
Class A Net Income Shares		
2008	10.6073	
2009	11.6930	
2010	8.7060	
2011	8.5620	
2012	9.7066	
2013 ¹	4.5073	
Class A Net Accumulation Shares		
2008 ⁵	4.8154	
2009	12.9747	
2010	11.0781	
2011	11.7270	
2012	14.5098	
2013 ¹	7.1985	
Class B Net Income Shares		
2013 ²	2.3161	

Class C Net Income Shares

2010 ³	4.5417
2011	8.9332
2012	10.1626
2013 ¹	4.9396

Class C Net Accumulation Shares

2009 ⁴	8.8147
2010	11.2002
2011	12.0973
2012	14.7833
2013 ¹	7.5418

Net Asset Value (NAV)

As at	Shares in Issue	NAV per Share (p) ⁶
Class A Net Income Shares		
31/05/2011	7,876,016	106.46
31/05/2012	7,681,952	85.11
31/05/2013	38,347,809	102.72
Class A Net Accumulation Shares		
31/05/2011	739,278	146.83
31/05/2012	645,611	130.73
31/05/2013	657,182	171.65
Class B Net Income Shares		
31/05/2013 ²	84,005	102.85
Class C Net Income Shares		
31/05/2011	36,146	110.29
31/05/2012	54,575	89.03
31/05/2013	510,208	108.44
Class C Net Accumulation Shares		
31/05/2011	25,032	148.89
31/05/2012	14,932	133.00
31/05/2013	24,508	176.21
Total NAV		NAV of Sub-Fund (£)
31/05/2011	9,547,406	
31/05/2012	7,450,792	
31/05/2013	41,202,459	

¹ To 31st May 2013.

² From 8th May 2013 to 31st May 2013.

³ From 25th May 2010 to 31st December 2010.

⁴ From 31st March 2009 to 31st December 2009.

⁵ From 7th October 2008 to 31st December 2008.

⁶ The net asset value per share is calculated on a bid basis and excludes any distribution payable.

PREMIER OPTIMUM INCOME FUND

ONGOING CHARGES FIGURE (OCF)

	31/05/2013	31/05/2012
Class A Net Income & Accumulation Shares	2.27%	2.29%
Class B Net Income Shares	1.77%	1.79%
Class C Net Income & Accumulation Shares	1.52%	1.53%

The ongoing charges figure is based on the last year's expenses for the year ending 31st May 2013 and may vary from year to year.

It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

RISK AND REWARD INDICATOR (RRI)



The Fund is ranked as 6 because it has experienced relatively high rises and falls in value over the past five years. Please note that even the lowest ranking does not mean a risk-free investment.

The Risk and Reward Indicator 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.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Premier Optimum Income Fund is to provide a high level of income together with the prospect of long term capital growth from an actively managed portfolio of equities. The sub-fund will invest the majority of its assets in a portfolio of equities listed on UK Stock Exchanges and will have the ability to enhance income by selling options. The sub-fund may also invest in global equities, preference shares, fixed interest securities, money market instruments, deposits, structured notes, warrants and other high yielding assets and may also include approved derivatives. Subject to the above, the sub-fund may also invest in other transferable securities, collective investment schemes, cash and near cash and bonds in accordance with the rules in COLL. The sub-fund may also borrow and employ stocklending and underwriting techniques as permitted in COLL. The sub-fund may invest in derivatives and forward transactions for investment purposes as well as for the purposes of efficient portfolio management (including hedging).

INVESTMENT REVIEW

PERFORMANCE

During the reporting year the Fund returned 18.7%.

MARKET REVIEW

It's been a very successful last twelve months for the FTSE AllShare Index, returning 25.5%. The markets generally have been positive on equities with the best performing groups being the more UK orientated ones of general retailers and banks. The laggards have been in mining, industrial metals and minerals, which have performed the worst out of the index due to falling commodity prices and escalating cost.

There were significant gains from December through to March with a large selloff in UK Treasury Bonds indicating a shift in risk appetite. The market underwent a small correction during March and April, as investors became nervous, before the market resumed gains towards the end of May 2013.

PORTFOLIO ACTIVITY

During the seven months to the end of the calendar year, the Fund comfortably outperformed the FTSE AllShare Index. However, during January and February there are very few stocks going ex-dividend and so

our use of options is commensurately greater. Consequently, with the market rising above 8% over the two months, we underperformed. For the three months to the end of the Fund's year, the Fund outperformed again.

The year started with the Fund invested in a variety of Pan-European large capitalisation stocks on which we wrote options to increase the amount of income available to pay out as dividends. Those payments totalled 8.2 pence.

In March, the Fund merged with the Premier Alpha Income Fund and its name was changed from the Premier European Optimum Income Fund to the Premier Optimum Income Fund.

The previous investment objective and policy focused on the generation of income through investment in pan-European assets. However, feedback suggested that there is a much stronger demand for a fund that can provide an attractive level of income by investing mainly in the shares of UK companies. We therefore changed the objective and policy of the Fund, following shareholder approval, to focus on the generation of income through investment primarily in UK equities with up to 20% of the fund invested in very large European capitalisation stocks. Options are continuing to be written on the very large European stocks to generate extra income.

Naturally, the portfolio underwent some changes, with many European stocks being sold and a number of smaller UK stocks being bought.

The portfolio is now well positioned to produce the potential for a high and growing dividend stream. The fund still aims to provide a high level of income, although it is anticipated that the future yield is likely to be lower than the current yield, as the Fund's income policy is designed to maintain a good balance between generating a high level of income and the potential for long term capital growth.

OUTLOOK

Looking towards the next twelve months, we expect improving household cash flow to sustain a rise in consumption growth. Wages are likely to show diminished growth, but given lower taxes and falling mortgage rates, we expect growth to be similar to that of the previous year.

We anticipate a slight increase in consumer price inflation before falling towards the 2% target over the next two years.

With the US exerting such a large pressure on the major markets, their performance will play a vital role in the outlook over the next year; when the US sneezes, everyone else catches a cold! There is a real possibility of a bond crash which we will continue to monitor.

The earnings outlook is positive, with growth of about 9% currently being forecast and forecast dividend growth to be a touch lower at 8%. Given the strength in markets over the last year, there is a strong probability that we may consolidate for some time.

However, all markets can throw up opportunities for the Fund to exploit and we will continue to do our utmost to find those opportunities.

Source: Premier Fund Managers Limited, June 2013. Performance data taken from FE Analytics, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

PREMIER OPTIMUM INCOME FUND

The top ten purchases and sales during the year were as follows:

Purchases	Costs £'000	Sales	Proceeds £'000
BP	2,196	BP	3,736
AGEAS	1,941	GlaxoSmithKline	2,557
Royal Dutch Shell 'B'	1,608	AGEAS	2,082
Koninklijke KPN	1,344	Royal Dutch Shell 'B'	1,996
IG Group Holdings	1,262	Centrica	1,841
TUI Travel	1,250	AstraZeneca	1,502
Galliford Try	1,218	Tesco	1,394
J Sainsbury	1,184	Daily Mail & General Trust 'A'	1,368
Gas Natural	1,097	Vodafone	1,302
ProSiebenSat.1 Media	1,082	G4S	1,188
Total purchases during the year were	43,176	Total sales during the year were	43,433

PREMIER OPTIMUM INCOME FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

		Market Value	Total Value of Sub-Fund			Market Value	Total Value of Sub-Fund
		£'000	%			£'000	%
Holding	Investment			Holding	Investment		
AUSTRIA 0.00% (0.11%)				Fixed Interest 0.00% (0.00%)			
FRANCE 3.07% (11.86%)				98,254	Real Estate Opportunities	-	-
10,500	Sanofi	742	1.80			-	-
63,967	Veolia Environnement	523	1.27	Food Products 0.00% (2.70%)			
		1,265	3.07	Gas, Water & Utilities 0.00% (3.74%)			
GERMANY 6.13% (14.82%)				294,242	Battersea Power Station ¹	-	-
6,391	Allianz	659	1.60	220,845	Battersea Power Station WTS ¹	-	-
48,031	Freenet	681	1.65			-	-
45,000	ProSiebenSat.1 Media	1,187	2.88	Investment Services 1.28% (0.00%)			
		2,527	6.13	180,000	Tullett Prebon	528	1.28
ITALY 0.00% (6.51%)						528	1.28
NETHERLANDS 3.75% (0.00%)				Life Insurance 6.19% (0.00%)			
115,008	Aegon	516	1.25	427,362	Resolution	1,238	3.01
806,269	Koninklijke KPN	1,031	2.50	719,914	Legal & General Group	1,312	3.18
		1,547	3.75			2,550	6.19
NORWAY 1.88% (4.50%)				Media 1.16% (1.01%)			
56,000	Telenor	773	1.88	150,000	Cineworld Group	480	1.16
		773	1.88			480	1.16
PORTUGAL 0.00% (1.80%)				Mining 2.27% (0.00%)			
SPAIN 2.65% (1.26%)				32,073	Rio Tinto	934	2.27
80,000	Gas Natural	1,093	2.65			934	2.27
		1,093	2.65	Non Life Insurance 8.40% (1.89%)			
SWEDEN 1.88% (2.09%)				186,000	Amlin	776	1.88
49,000	Swedbank 'A'	774	1.88	122,629	Aviva	409	0.99
		774	1.88	150,254	Catlin Group	755	1.83
SWITZERLAND 2.25% (3.92%)				394,130	Direct Line Insurance Group	833	2.02
19,577	Novartis	926	2.25	88,430	Lancashire Holdings	691	1.68
		926	2.25			3,464	8.40
UNITED KINGDOM 77.29% (38.89%)				Oil & Gas 3.88% (3.02%)			
Aerospace 2.12% (5.49%)				69,554	Royal Dutch Shell 'B'	1,596	3.88
216,292	BAE Systems	873	2.12			1,596	3.88
250,000	Silverjet ¹	-	-	Pharmaceuticals 1.58% (5.16%)			
		873	2.12	85,000	Smith & Nephew	652	1.58
Construction & Materials 4.85% (0.00%)						652	1.58
126,877	Galliford Try	1,217	2.96	Real Estate 0.50% (0.00%)			
65,852	Persimmon	780	1.89	50,000	Big Yellow Group	207	0.50
		1,997	4.85			207	0.50
Electricals 2.73% (0.00%)				Retail 6.47% (3.74%)			
125,000	Central Asia Metals	144	0.35	90,787	Dairy Crest Group	438	1.06
63,000	SSE	980	2.38	799,875	Debenhams	750	1.82
		1,124	2.73	308,756	J Sainsbury	1,159	2.81
Finance 10.51% (0.91%)				93,288	Kingfisher	322	0.78
100,000	Brewin Dolphin Holdings	240	0.59			2,669	6.47
60,000	Close Brothers Group	595	1.44	Software & Computer Services 1.92% (0.00%)			
393,423	Henderson	664	1.61	115,000	Micro Focus International	791	1.92
150,000	IG Group Holdings	875	2.12			791	1.92
258,570	Intermediate Capital Group	1,217	2.96	Support Services 2.31% (3.46%)			
959,356	Lloyds Banking Group	592	1.44	275,389	Smiths News	470	1.14
12,000	S&U	145	0.35	300,000	St Ives	482	1.17
		4,328	10.51			952	2.31

PREMIER OPTIMUM INCOME FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
Telecommunication Services 5.04% (7.77%)			
682,836	BT Group	2,077	5.04
		2,077	5.04
Tobacco 2.03% (0.00%)			
35,000	Imperial Tobacco Group	835	2.03
		835	2.03
Travel & Tourism 14.05% (0.00%)			
325,000	BBA Aviation	900	2.18
276,000	Cupid	177	0.43
32,797	Go-Ahead	498	1.21
81,300	GVC Holdings	232	0.56
250,000	Informa	1,275	3.09
370,582	TUI Travel	1,330	3.23
122,282	WPP	1,378	3.35
		5,790	14.05
UNITED STATES OF AMERICA 0.00% (10.47%)			
FORWARD FX CURRENCY CONTRACTS 0.00% (1.06%)			
OPTIONS -0.15% (0.00%)			
(1,150)	Aegon June Call option 5	(4)	(0.01)
(2,060)	Koninklijke KPN June Call Option 1.7	(9)	(0.02)
(69)	Royal Dutch Shell June Call Option 2300	(30)	(0.07)
(636)	Veolia Environnement June Call Option 9.8	(20)	(0.05)
		(63)	(0.15)
Total Value of Investments		40,689	98.75
Net Other Assets		513	1.25
Total Net Assets		41,202	100.00

Figures in brackets represent sector distribution at 31st May 2012.

¹ Securities in liquidation/delisted.

All investments are ordinary shares unless otherwise stated.

PREMIER OPTIMUM INCOME FUND

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
Income			
Net capital gains/(losses)	2	2,060	(1,749)
Revenue	3	1,578	965
Expenses	4	(355)	(189)
Finance costs: Interest	6	(6)	-
Net revenue before taxation		1,217	776
Taxation	5	(49)	(44)
Net revenue after taxation		1,168	732
Total return before distributions		3,228	(1,017)
Finance costs: Distributions	6	(1,472)	(876)
Change in net assets attributable to shareholders from investment activities		1,756	(1,893)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

	Note	31/05/13 £'000	31/05/12 £'000
Opening net assets attributable to shareholders		7,451	9,547
Amount received from merger with Premier UK Alpha Income Fund		30,623	-
Amounts receivable on issue of shares		6,894	2,013
Amounts payable on cancellation of shares		(5,609)	(2,308)
		31,908	(295)
Dilution levy		3	3
Stamp duty reserve tax		(7)	(2)
Change in net assets attributable to shareholders from investment activities		1,756	(1,893)
Retained distributions on accumulation shares	6	90	91
Unclaimed distributions		1	-
Closing net assets attributable to shareholders		41,202	7,451

BALANCE SHEET

As at 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
ASSETS			
Investment assets		40,752	7,249
Debtors	7	1,166	113
Cash and bank balances	8	957	524
Total other assets		2,123	637
Total assets		42,875	7,886
LIABILITIES			
Investment liabilities		(63)	-
Creditors	10	(479)	(77)
Bank overdrafts	9	(231)	(64)
Distribution payable on income shares	6	(900)	(294)
Total other liabilities		(1,610)	(435)
Total liabilities		(1,673)	(435)
Net assets attributable to shareholders		41,202	7,451

The notes on pages 51 to 54 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER OPTIMUM INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies are set out in the aggregated notes to the financial statements on pages 8 to 11.

2. NET CAPITAL GAINS/(LOSSES)

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	2,621	(1,813)
Currency losses	(476)	(161)
Derivative securities	(38)	-
Forward currency contracts	(40)	229
Transaction charges	(7)	(4)
Net capital gains/(losses)	2,060	(1,749)

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Bank interest	2	5
Franked UK dividends	726	344
Option premium	244	182
Overseas dividends	606	434
	1,578	965

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	240	127
	240	127
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	11
Safe custody fees	12	2
	24	13
Other expenses:		
Auditor's remuneration	6	5
EMX fees	4	2
Price publication fees	(3)	5
Printing fees	10	3
PRS fees	1	5
Registration fees	73	29
	91	49
Total expenses	355	189

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Overseas withholding tax	49	44
Total current tax (note 5 (b))	49	44
Total taxation	49	44

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net revenue before taxation	1,217	776
	1,217	776
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	243	155
Effects of:		
Franked UK dividends and distributions not subject to taxation	(145)	(68)
Double taxation relief	-	(1)
Expenses not utilised in the period	21	(5)
Overseas withholding tax	49	44
Tax effect on non-taxable overseas dividends	(117)	(77)
Tax payable in different periods	(2)	(4)
Current tax charge (note 5 (a))	49	44

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Factors that may affect the future tax charge:

The sub-fund has not recognised a deferred tax asset of £373,977 (2012: £353,372) arising as a result of having unutilised management expenses. These unutilised expenses may become utilised in the future if the current pattern of income and expenses changes. However, no deferred tax asset has been currently recognised.

PREMIER OPTIMUM INCOME FUND

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
First interim distribution	139	152
First interim accumulation	18	18
Second interim distribution	191	172
Second interim accumulation	23	19
Third interim distribution	193	162
Third interim accumulation	24	17
Final distribution	900	294
Final accumulation	25	37
	1,513	871
Add: Revenue deducted on cancellation of shares	44	34
Deduct: Revenue received on issue of shares	(85)	(29)
Net distributions for the year	1,472	876
Interest	6	-
Total finance costs	1,478	876

The difference between the net revenue after taxation and the amounts distributed comprises:

	31/05/13	31/05/12
Net revenue after taxation	1,168	731
Tax relief on capital management fee	(50)	-
Expenses offset against capital	354	145
Finance costs: Distributions	1,472	876

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	235	90
Amounts receivable for issue of shares	253	3
Overseas tax recoverable	29	20
Sales awaiting settlement	649	-
	1,166	113

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Euro	259	124
Norwegian kroner	-	6
Sterling	698	389
Swiss franc	-	2
US dollar	-	3
Cash and bank balances	957	524

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Sterling	230	64
Swiss franc	1	-
	231	64

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	79	32
Amounts payable for cancellation of shares	145	45
Purchases awaiting settlement	255	-
	479	77

11. RELATED PARTIES

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 7.

Premier Fund Managers Limited, as an associate of Premier Portfolio Managers Limited, had the following shareholdings in the Fund held on behalf of its private clients:

	Held at 31/05/13	Change in year	Held at 31/05/12
Class A Net Accumulation Shares	18,242	-	18,242
Class A Net Income Shares	27,522	(20,914)	48,436
Class C Net Accumulation Shares	7,324	(576)	7,900
Class C Net Income Shares	45,152	45,152	-

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held a material interest in the Fund.

Premier Fund Managers Limited	0.29% (2012: 1.00%)
-------------------------------	---------------------

12. CONTINGENT LIABILITIES AND COMMITMENTS

There were no contingent liabilities or outstanding commitments at the balance sheet date (2012: £nil).

13. FINANCIAL INSTRUMENTS

In pursuing the sub-fund's investment objective, the main risks arising from the sub-fund's financial instruments are market price, currency, interest rate, liquidity and counterparty risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. The investment adviser considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the sub-fund's investment objective.

PREMIER OPTIMUM INCOME FUND

Currency Risk

The revenue and capital value of the sub-fund's investments can be significantly affected by foreign currency translation movements as the sub-fund's assets and revenue may be denominated in currencies other than sterling, which is the sub-fund's base currency.

There are three main areas of currency risk. These are, movement in exchange rates affecting the value of investments, short-term timing differences such as exposure to exchange rate movements during the period between when an investment purchase or sale is entered into and the date when settlement occurs, and movements in exchange rates affecting revenue received by the sub-fund.

The currency profile of the sub-fund's financial instruments at the balance sheet date (including short term debtors and creditors) was:

Currency exposure as at 31st May 2013

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Euro	6,400	-	112	6,512	15.80
Norwegian krone	773	-	-	773	1.88
Sterling	31,816	-	393	32,209	78.17
Swedish krone	774	-	-	774	1.88
Swiss franc	926	-	8	934	2.27
Total	40,689	-	513	41,202	100.00

Currency exposure as at 31st May 2012

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Euro	2,708	(9)	138	2,837	38.07
Norwegian krone	335	-	6	341	4.58
Sterling	2,899	88	49	3,036	40.75
Swedish krone	156	-	1	157	2.11
Swiss franc	292	-	5	297	3.98
US dollar	780	-	3	783	10.51
Total	7,170	79	202	7,451	100.00

Interest Rate Risk

The sub-fund will be exposed to interest rate risk on its financial assets, which include zero dividend preference shares and fixed interest securities as disclosed in the portfolio of investments. Other than these the only interest-bearing financial assets of the sub-fund are bank balances, on which interest is calculated at a variable rate by reference to sterling bank deposit rates or the international equivalent.

Liquidity Risk

The sub-fund's assets comprise mainly readily realisable securities, which can be readily sold. The main liability of the sub-fund is the redemption of any shares that investors wish to sell. All the financial liabilities of the sub-fund fall due within one year.

Counterparty Risk

The sub-fund will be exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The sub-fund minimises concentrations of credit risk by undertaking transactions with a large number of counterparties on recognised and reputable exchanges. The sub-fund only buys and sells investments through brokers which have been approved by the investment adviser as an acceptable counterparty and from recognised product providers.

Fair Value of Financial Assets and Financial Liabilities

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-fund disclosed in the balance sheet where applicable.

Derivatives and Forward Transactions

As part of its monitoring of the usage of derivatives by each Fund, the ACD is required to calculate the global exposure for each Fund daily and to ensure that it meets the cover for investment in derivatives rules. The ACD has reviewed the type of derivatives used by each fund and the manner in which the derivatives are being used and has determined that each fund should be classified as non-sophisticated and that the most appropriate methodology for calculating global exposure is the 'commitment approach'. The Fund's depository has reviewed this decision and is in agreement. The commitment approach follows guidelines laid down originally by the Committee of European Securities Regulators 'CESR' and referenced by the Financial Conduct Authority Handbook in COLL 5.3.9. It measures the incremental exposure generated by the use of derivatives and forward transactions and then ensures that it does not exceed 100% of the net value of the Scheme Property. The incremental exposure of each derivative or forward is calculated by converting it into the market value of an equivalent position in the underlying asset of that derivative or forward transaction. The ACD may in some instances, and always following the CESR guidelines, take account of legally enforceable netting and hedging arrangements when calculating global exposure where these arrangements do not disregard any obvious or material risks.

Derivatives used during the year comprise forward foreign currency contracts, and options contracts.

Forward foreign currency contracts are used to manage currency risk arising from investing in overseas securities.

Open positions at the balance sheet date, are disclosed as either 'Investment Assets' or 'Investment Liabilities' in the Balance Sheet. Unrealised gain/(losses) on forward foreign exchange transactions are taken to capital. The value of these investments may fluctuate significantly.

The sub-fund writes exchange traded options to increase the level of revenue available for distribution to unit holders. Amounts treated as revenue and capital respectively are shown in notes 2 and 3. The investment adviser determines the treatment of the premium received depending on market conditions and expected performance of the underlying securities at the time the options were written.

14. SHARE CLASSES

The sub-fund currently has five types of shares. The AMC on each share class is as follows:

Class A Net Income & Accumulation Shares:	1.50%
Class B Net Income Shares:	1.00%
Class C Net Income & Accumulation Shares:	0.75%

The net asset value, the net asset value per share and the number of shares in issue are given in the comparative tables on page 45. The distribution per share class is given in the distribution tables on page 54 and 55.

PREMIER OPTIMUM INCOME FUND

15. PORTFOLIO TRANSACTION COSTS

	31/05/13 £'000	31/05/12 £'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	42,973	14,102
Commissions	76	35
Taxes	127	26
Total purchase costs	203	61
Gross purchases total	43,176	14,163
Analysis of total sale costs:		
Gross sales before transaction costs	43,515	14,196
Commissions	(72)	(34)
Taxes	(10)	-
Total sale costs	(82)	(34)
Total sales net of transaction costs	43,433	14,162

DISTRIBUTION TABLES

For the period from 1st June 2012 to 31st August 2012

First Interim dividend distribution in pence per share

Class A Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	31/10/12	31/10/11
Group 1	1.7188	-	1.7188	1.9703
Group 2	0.4339	1.2849	1.7188	1.9703

Class A Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	31/10/12	31/10/11
Group 1	2.6382	-	2.6382	2.7172
Group 2	0.5818	2.0564	2.6382	2.7172

Class C Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	31/10/12	31/10/11
Group 1	1.8037	-	1.8037	2.0825
Group 2	1.3129	0.4908	1.8037	2.0825

Class C Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	31/10/12	31/10/11
Group 1	2.6878	-	2.6878	2.7551
Group 2	2.6878	-	2.6878	2.7551

For the period from 1st September 2012 to 30th November 2012

Second Interim dividend distribution in pence per share

Class A Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	31/01/13	31/01/12
Group 1	2.1748	-	2.1748	2.1500
Group 2	1.3001	0.8747	2.1748	2.1500

Class A Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	31/01/13	31/01/12
Group 1	3.4039	-	3.4039	3.0300
Group 2	1.1576	2.2463	3.4039	3.0300

Class C Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	31/01/13	31/01/12
Group 1	2.2881	-	2.2881	2.2100
Group 2	2.2881	-	2.2881	2.2100

Class C Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	31/01/13	31/01/12
Group 1	3.4754	-	3.4754	3.1000
Group 2	3.4754	-	3.4754	3.1000

For the period from 1st December 2012 to 28th February 2013

Third Interim dividend distribution in pence per share

Class A Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	30/04/13	30/04/12
Group 1	2.1973	-	2.1973	2.0193
Group 2	1.1906	1.0067	2.1973	2.0193

Class A Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	30/04/13	30/04/12
Group 1	3.5143	-	3.5143	2.8873
Group 2	1.9219	1.5924	3.5143	2.8873

Class C Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	30/04/13	30/04/12
Group 1	2.5328	-	2.5328	2.2049
Group 2	1.4267	1.1061	2.5328	2.2049

PREMIER OPTIMUM INCOME FUND

Class C Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			30/04/13	30/04/12
Group 1	3.7590	-	3.7590	3.1574
Group 2	1.6130	2.1460	3.7590	3.1574

For the period from 1st March 2013 to 31st May 2013

Final dividend distribution in pence per share

Class A Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/07/13	31/07/12
Group 1	2.3100	-	2.3100	3.7937
Group 2	1.9962	0.3138	2.3100	3.7937

Class A Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/07/13	31/07/12
Group 1	3.6842	-	3.6842	5.5804
Group 2	1.9855	1.6987	3.6842	5.5804

Class B Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/07/13	31/07/12
Group 1	2.3161	-	2.3161	-
Group 2	2.3161	-	2.3161	-

Class C Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/07/13	31/07/12
Group 1	2.4068	-	2.4068	3.8659
Group 2	0.9928	1.4140	2.4068	3.8659

Class C Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/07/13	31/07/12
Group 1	3.7828	-	3.7828	5.4627
Group 2	1.1003	2.6825	3.7828	5.4627

PREMIER GLOBAL ALPHA GROWTH FUND

COMPARATIVE TABLES

Performance Record

Calendar Year	High (p)	Low (p)
Class A Net Income Shares		
2008 ⁴	100.49	68.63
2009	92.62	65.12
2010	101.71	83.73
2011	103.22	80.10
2012	102.68	90.88
2013 ¹	123.71	100.24
Class A Net Accumulation Shares		
2008 ⁴	100.49	68.65
2009	93.43	65.26
2010	102.78	84.44
2011	104.32	80.96
2012	103.77	91.85
2013 ¹	125.13	101.40
Class C Net Income Shares		
2012 ²	102.68	90.88
2013 ¹	124.13	100.31
Class C Net Accumulation Shares		
2011 ³	103.46	80.47
2012	103.51	91.81
2013 ¹	125.98	101.79

Income/Accumulation Record

Calendar Year	Net Income per Share (p)
Class A Net Income Shares	
2008 ⁴	0.1397
2009	0.4726
2010	0.2111
2011	-
2012	0.0923
2013 ¹	-
Class A Net Accumulation Shares	
2008 ⁴	0.1549
2009	0.4898
2010	-
2011	-
2012	0.0931
2013 ¹	-
Class C Net Income Shares	
2012 ²	0.0951
2013 ¹	0.2428
Class C Net Accumulation Shares	
2011 ³	0.7628
2012	0.6851
2013 ¹	0.2897

Net Asset Value (NAV)

As at	Shares in Issue	NAV per Share (p) ⁵
Class A Net Income Shares		
31/05/2011	2,825,413	100.07
31/05/2012	2,452,970	93.13
31/05/2013	2,153,890	120.78
Class A Net Accumulation Shares		
31/05/2011	8,275,756	101.13
31/05/2012	7,636,315	94.12
31/05/2013	5,342,674	122.17
Class C Net Income Shares		
31/05/2013	6,987	120.98
Class C Net Accumulation Shares		
31/05/2011	26,468	100.22
31/05/2012	69,359	94.03
31/05/2013	352,638	123.02
Total NAV		NAV of Sub-Fund (£)
31/05/2011		11,223,316
31/05/2012		9,536,641
31/05/2013		9,571,212

¹ To 31st May 2013.

² From 21st February 2012 to 31st December 2012.

³ From 21st February 2011 to 31st December 2011.

⁴ From 23rd May 2008 to 31st December 2008.

⁵ The net asset value per share is calculated on a bid basis and excludes any distribution payable.

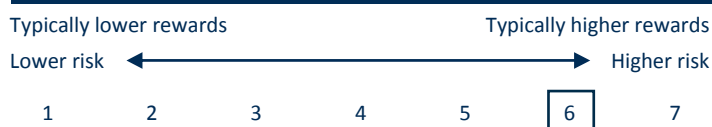
ONGOING CHARGES FIGURE (OCF)

	31/05/2013	31/05/2012
Class A Net Income & Accumulation Shares	2.19%	2.09%
Class C Net Income & Accumulation Shares	1.43%	1.34%

The ongoing charges figure is based on the last year's expenses for the year ending 31st May 2013 and may vary from year to year.

It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

RISK AND REWARD INDICATOR (RRI)



The Fund is ranked as 6 because it has experienced relatively high rises and falls in value over recent years. As there is less than five years of available data for this Fund, for illustrative purposes a benchmark has been included in the calculation of the risk/reward profile.

The Risk and Reward Indicator 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.

PREMIER GLOBAL ALPHA GROWTH FUND

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Premier Global Alpha Growth Fund is to achieve capital growth from a focussed portfolio of global equities. The sub-fund will invest in an unconstrained portfolio of global equities, seeking capital growth for investors. The manager will buy a concentrated portfolio of high conviction stocks regardless of geographic domicile. Cash balances and exchange traded derivatives may be used according to market conditions. The portfolio will be exposed to global currencies although the manager will regularly use forward exchange contracts for hedging.

Subject to the above, the sub-fund may also invest in other transferable securities (including but not limited to warrants and bonds), collective investment schemes, money market instruments, cash and near cash and deposits. The sub-fund may also borrow and employ stock lending and underwriting techniques. The sub-fund may invest in derivatives and forward transactions for investment purposes as well as for the purposes of efficient portfolio management (including hedging).

INVESTMENT REVIEW

PERFORMANCE

The Premier Global Alpha Growth Fund returned 29.6% over the period, ahead of our global peer group, which returned 27.8%.

MARKET REVIEW

Equity markets rebounded strongly over the period as major global central banks continued to pump huge amounts of liquidity into markets in an effort to anchor interest rates at record low levels. This certainly served to boost financial markets, even if it has thus far failed to significantly impact the real economy. This is particularly so in Europe where sovereign debt yields have fallen to pre-crisis levels after Mario Draghi, head of the European Central Bank, promised to do anything to preserve the Eurozone. European markets unsurprisingly led the charge, recovering from a very poor prior period to rise 33.8%.

The US performed strongly as well, up 26.4% whilst the UK lagged slightly, rising 23.7%.

Japan also had a very large local move, rising 57.9% in Yen as they too announced huge amounts of quantitative easing in an attempt to reflate the economy. However, due to the Yen collapsing in response the move in sterling was a more prosaic 24.7%.

The really positive regions were emerging economies that have sustainable growth despite sluggish western economies as domestic demand replaces export led growth. Thailand is one such example, rising 45.6%, as are the Philippines, up 44.3%, and Indonesia, up 30.1%.

Disappointing regions were the old favourite BRIC markets, with Russia rising 10%, China 2% and Brazil falling 6% for example, as their economies remain very exposed to western demand to drive growth.

PORTFOLIO ACTIVITY

The portfolio focus has continued to be on those businesses that display a combination of high quality, attractive valuation and strong operating momentum and are exposed to supportive thematic and economic trends. As such the portfolio has largely been invested in the US and Asian markets where we believe there are many quality businesses able to achieve strong growth even in a sluggish economic environment. At the very least these economies continue to grow, in stark contrast to those in the Eurozone.

Positive contributors included Marathon Petroleum, a US oil refiner that has seen its margins improve considerably as shale oil production has driven down local prices, which rose 132% in the 12 months. Likewise Westlake Chemicals took advantage of cheap shale gas to boost earnings, rising 85% as a result. MetLife and AIG, the US life insurers, both gained over 50% as rising financial assets boosted their book values. This, combined with a recovering domestic economy, also helped Citigroup more than double and Fifth Third rise 43%.

The Fund has largely avoided exposure to Western European economies, although we do hold some European businesses that generate substantial amounts of their income in more attractive markets. Bayer AG, the German pharmaceutical and industrial business rose 70% as demand for some of its more cyclical and agricultural products recovered strongly. Anheuser-Busch, the world's largest brewer, has continued to experience strong growth in Emerging Markets and some recovery in the amount of beer Americans consume which led to the shares rising 42% over the period.

OUTLOOK

In our opinion, the outlook for global equities remains positive, albeit the best returns as always will continue to be generated by strong stock selection. Equity markets remain reasonably cheap relative to their history, and are certainly very attractive relative to other asset classes such as bonds. There are pockets of strong growth globally in various geographies and industries despite the economic fug in the west. In this environment, we believe our focus on global businesses that possess a combination of quality, value and growth should continue to produce strong results.

Source: Premier Fund Managers Limited, June 2013. Performance data taken from FE Analytics and Bloomberg, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

The top ten purchases and sales during the year were as follows:

Purchases	Costs £'000	Sales	Proceeds £'000
Samsung Electronics	311	Marathon Petroleum	321
Nitto Denko	275	Philip Morris International	293
CF Industries Holdings	261	Pernod-Ricard	250
China Railway Construction 'H'	259	PNC Financial Services	246
Metlife	245	Caterpillar	233
Skyworth Digital Holdings	241	United Technologies	226
Itochu	240	Apple	223
American International	232	Sumitomo Rubber Industries	222
DNB	226	PAR Pharmaceuticals	222
Franklin Resources	225	CNOOC	216
Total purchases during the year were	6,191	Total sales during the year were	8,771

PREMIER GLOBAL ALPHA GROWTH FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
Australia 2.78% (3.31%)			
50,800	Fortescue Metals Group	107	1.12
22,400	Iluka Resources	159	1.66
		266	2.78
Belgium 1.53% (2.64%)			
2,400	Anheuser-Busch Inbev	146	1.53
5,280	Anheuser-Busch Inbev - VVPR	-	-
		146	1.53
Cayman Islands 2.05% (1.63%)			
517,000	China Liansu	196	2.05
		196	2.05
China 5.08% (1.87%)			
441,900	China Construction Bank 'H'	236	2.47
388,000	China Railway Construction 'H'	250	2.61
		486	5.08
France 1.87% (6.18%)			
2,050	Zodiac Aerospace	179	1.87
		179	1.87
Germany 1.97% (1.81%)			
2,670	Bayer	189	1.97
		189	1.97
Hong Kong 6.79% (5.67%)			
76,000	AIA Group	221	2.31
21,500	Cheung Kong Holdings	200	2.09
516,000	Skyworth Digital Holdings	229	2.39
		650	6.79
Indonesia 4.54% (3.76%)			
1,600,000	Bumi Serpong Damai	231	2.41
169,000	Semen Gresik Persero	204	2.13
		435	4.54
Japan 9.64% (6.70%)			
17,200	Daihatsu Motor	244	2.55
28,100	ITOCHU	235	2.46
50,000	Mitsubishi UFJ Financial Group	195	2.04
6,200	Nitto Denko	248	2.59
		922	9.64
Korea 3.04% (0.00%)			
325	Samsung Electronics	291	3.04
		291	3.04
Netherlands 1.94% (0.00%)			
9,900	Philips Electronics	186	1.94
		186	1.94
Norway 2.05% (0.00%)			
18,300	DNB	196	2.05
		196	2.05
Singapore 0.00% (1.64%)			
Switzerland 2.23% (2.13%)			
4,500	Novartis	213	2.23
		213	2.23

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
Thailand 1.76% (0.00%)			
350,000	Krung Thai Bank	168	1.76
		168	1.76
United Kingdom 2.18% (3.73%)			
5,150	ENSCO	209	2.18
		209	2.18
United States of America 49.40% (57.80%)			
8,500	American International	259	2.71
2,700	Amgen	187	1.95
5,300	BE Aerospace	224	2.34
6,500	CBS 'B'	215	2.25
1,720	CF Industries Holdings	220	2.30
7,200	Citigroup	252	2.63
26,500	CTC Media	213	2.23
6,000	CVS Caremark	232	2.42
17,000	Fifth Third Bancorp	207	2.16
2,000	Franklin Resources	212	2.22
5,450	Gilead Sciences	200	2.09
360	Google 'A'	206	2.15
4,500	Lear	180	1.88
7,200	Macy's	233	2.43
8,000	MetLife	233	2.43
12,000	Pfizer	223	2.33
4,900	QUALCOMM	207	2.16
5,800	SanDisk	228	2.38
2,100	Union Pacific	217	2.27
4,800	United Rentals	181	1.89
5,500	UnitedHealth Group	234	2.44
2,700	Westlake Chemicals	166	1.74
		4,729	49.40
Total Value of Investments		9,461	98.85
Net Other Assets		110	1.15
Total Net Assets		9,571	100.00

Figures in brackets represent sector distribution at 31st May 2012.

All investments are ordinary shares unless otherwise stated.

PREMIER GLOBAL ALPHA GROWTH FUND

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	2		2,613		(748)
Revenue	3	226		200	
Expenses	4	(203)		(206)	
Finance costs: Interest	6	-		-	
Net revenue/(expense) before taxation		23		(6)	
Taxation	5	(23)		(16)	
Net expense after taxation			-		(22)
Total return before distributions			2,613		(770)
Finance costs: Distributions	6		(11)		-
Change in net assets attributable to shareholders from investment activities			2,602		(770)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

	Note	31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			9,537		11,223
Amounts receivable on issue of shares		964		905	
Amounts payable on cancellation of shares		(3,545)		(1,822)	
			(2,581)		(917)
Dilution levy			4		1
Change in net assets attributable to shareholders from investment activities			2,602		(770)
Retained distribution on accumulation shares	6		9		-
Closing net assets attributable to shareholders			9,571		9,537

BALANCE SHEET

As at 31st May 2013

	Notes	31/05/13		31/05/12	
		£'000	£'000	£'000	£'000
ASSETS					
Investment assets			9,461		9,429
Debtors	7		237		78
Cash and bank balances	8		1		166
Total other assets			238		244
Total assets			9,699		9,673
LIABILITIES					
Creditors	10		(93)		(104)
Bank overdrafts	9		(35)		(32)
Total liabilities			(128)		(136)
Net assets attributable to shareholders			9,571		9,537

The notes on pages 60 to 63 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER GLOBAL ALPHA GROWTH FUND

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies are set out in the aggregated notes to the financial statements on pages 8 to 11.

2. NET CAPITAL GAINS/(LOSSES)

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	2,612	(740)
Currency gains/(losses)	14	(35)
Derivative securities	-	56
Forward currency contracts	(4)	(23)
Transaction charges	(9)	(6)
Net capital gains/(losses)	2,613	(748)

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Bank interest	-	1
Franked UK dividends	7	45
Offshore dividend CIS revenue	-	1
Overseas dividends	219	153
	226	200

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	145	152
	145	152
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	11
Safe custody fees	12	3
	24	14
Other expenses:		
Auditor's remuneration	6	5
EMX fees	3	2
Legal fees	(2)	-
Price publication fees	(3)	4
Printing fees	4	1
PRS fees	3	5
Registration fees	23	23
	34	40
Total expenses	203	206

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Overseas withholding tax	23	16
Total current tax (note 5 (b))	23	16
Total taxation	23	16

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net revenue/(expense) before taxation	23	(6)
	23	(6)
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	5	(1)
Effects of:		
Franked UK dividends and distributions not subject to taxation	(1)	(9)
Expenses not utilised in the period	40	41
Overseas withholding tax	23	16
Tax effect on non-taxable overseas dividends	(42)	(28)
Tax payable in different periods	(2)	(3)
Current tax charge (note 5 (a))	23	16

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Factors that may affect the future tax charge:

The sub-fund has not recognised a deferred tax asset of £145,946 (2012: £104,588) arising as a result of having unutilised management expenses. These are not expected to be utilised in the foreseeable future unless the nature of the sub-fund's revenue or capital gains changes.

PREMIER GLOBAL ALPHA GROWTH FUND

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
Interim distribution	2	-
Interim accumulation	8	-
Final accumulation	1	-
	11	-
Add: Revenue deducted on cancellation of shares	1	-
Deduct: Revenue received on issue of shares	(1)	-
Net distributions for the year	11	-
Interest	-	-
Total finance costs	11	-

The difference between the net revenue/(expense) after taxation and the amounts distributed comprises:

Net expense after taxation	-	(22)
Deficit transferred to capital	13	22
Expenses offset against capital	(2)	-
Finance costs: Distributions	11	-

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	30	24
Amounts receivable for issue of shares	58	11
Currency deals awaiting settlement	29	29
Overseas tax recoverable	15	14
Prepaid expenses	2	-
Sales awaiting settlement	103	-
	237	78

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Euro	-	70
Indonesian rupiah	-	3
Sterling	-	76
US dollar	1	17
Cash and bank balances	1	166

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Sterling	35	32
	35	32

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	34	31
Amounts payable for cancellation of shares	30	15
Currency deals awaiting settlement	29	29
Purchases awaiting settlement	-	29
	93	104

11. RELATED PARTIES

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 7.

Premier Fund Managers Limited, as an associate of Premier Portfolio Managers Limited, had the following shareholdings in the Fund held on behalf of its private clients:

	Held at 31/05/13	Change in year	Held at 31/05/12
Class A Net Accumulation Shares	63,943	6,150	57,793
Class A Net Income Shares	80,157	14,058	66,100
Class C Net Accumulation Shares	294,533	251,525	43,008
Class C Net Income Shares	5,126	5,126	-

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held a material interest in the Fund.

Premier Fund Managers Limited	5.68% (2012: 1.64%)
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12. CONTINGENT LIABILITIES AND COMMITMENTS

There were no contingent liabilities or outstanding commitments at the balance sheet date (2012: £nil).

13. FINANCIAL INSTRUMENTS

In pursuing the sub-fund's investment objective, the main risks arising from the sub-fund's financial instruments are market price, currency, interest rate, liquidity and counterparty risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. The investment adviser considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the sub-fund's investment objective.

Currency Risk

The revenue and capital value of the sub-fund's investments can be significantly affected by foreign currency translation movements as the sub-fund's assets and revenue may be denominated in currencies other than

PREMIER GLOBAL ALPHA GROWTH FUND

sterling, which is the sub-fund's base currency.

There are three main areas of currency risk. These are, movement in exchange rates affecting the value of investments, short-term timing differences such as exposure to exchange rate movements during the period between when an investment purchase or sale is entered into and the date when settlement occurs, and movements in exchange rates affecting revenue received by the sub-fund.

The currency profile of the sub-fund's financial instruments at the balance sheet date (including short term debtors and creditors) was:

Currency exposure as at 31st May 2013

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Australian dollar	266	-	-	266	2.78
Euro	700	-	6	706	7.38
Hong Kong dollar	1,333	-	-	1,333	13.93
Indonesian rupiah	435	-	-	435	4.54
Japanese yen	923	-	-	923	9.64
Korean won	291	-	-	291	3.04
Norwegian krone	196	-	-	196	2.05
Sterling	-	-	95	95	0.99
Swiss franc	213	-	8	221	2.31
Taiwan dollar	168	-	-	168	1.76
US dollar	4,936	-	1	4,937	51.58
Total	9,461	-	110	9,571	100.00

Currency exposure as at 31st May 2012

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Australian dollar	316	-	-	316	3.31
Euro	1,014	-	-	1,014	10.63
Hong Kong dollar	873	-	-	873	9.15
Indonesian rupiah	359	-	-	359	3.76
Japanese yen	639	-	-	639	6.70
Singapore dollar	156	-	-	156	1.64
Sterling	355	-	108	463	4.85
Swiss franc	203	-	-	203	2.13
US dollar	5,514	-	-	5,514	57.83
Total	9,429	-	108	9,537	100.00

Interest Rate Risk

The majority of the sub-fund's assets comprise equity shares which do not pay interest (2012: £nil).

The only interest-bearing financial assets of the sub-fund are bank balances, on which interest is calculated at a variable rate by reference to sterling bank deposit rates or the international equivalent.

Liquidity Risk

The sub-fund's assets comprise mainly readily realisable securities, which can be readily sold. The main liability of the sub-fund is the redemption of any shares that investors wish to sell. All the financial liabilities of the sub-fund fall due within one year.

Counterparty Risk

The sub-fund will be exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The sub-fund minimises concentrations of credit risk by undertaking transactions with a large number of counterparties on recognised and reputable exchanges. The sub-fund only buys and sells investments through brokers which have been approved by the investment adviser as an acceptable counterparty and from recognised product providers.

Fair Value of Financial Assets and Financial Liabilities

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-fund disclosed in the balance sheet where applicable.

Derivatives and Forward Transactions

As part of its monitoring of the usage of derivatives by each Fund, the ACD is required to calculate the global exposure for each Fund daily and to ensure that it meets the cover for investment in derivatives rules. The ACD has reviewed the type of derivatives used by each fund and the manner in which the derivatives are being used and has determined that each fund should be classified as non-sophisticated and that the most appropriate methodology for calculating global exposure is the 'commitment approach'. The Fund's depository has reviewed this decision and is in agreement. The commitment approach follows guidelines laid down originally by the Committee of European Securities Regulators 'CESR' and referenced by the Financial Conduct Authority Handbook in COLL 5.3.9. It measures the incremental exposure generated by the use of derivatives and forward transactions and then ensures that it does not exceed 100% of the net value of the Scheme Property. The incremental exposure of each derivative or forward is calculated by converting it into the market value of an equivalent position in the underlying asset of that derivative or forward transaction. The ACD may in some instances, and always following the CESR guidelines, take account of legally enforceable netting and hedging arrangements when calculating global exposure where these arrangements do not disregard any obvious or material risks.

Derivatives used during the year comprise forward foreign currency contracts, futures and options contracts. Forward foreign currency contracts are used to manage currency risk arising from investing in overseas securities.

Futures and options are used to hedge the market risk associated with other holdings or for investment purposes as permitted by the sub-fund's investment objective and policy.

Open positions at the balance sheet date, are disclosed as either 'Investment Assets' or 'Investment Liabilities' in the Balance Sheet. Unrealised gain/(losses) on forward foreign exchange transactions are taken to capital. The value of these investments may fluctuate significantly.

The sub-fund uses derivatives for Efficient Portfolio Management purposes only. Amounts treated as revenue and capital respectively are shown in notes 2 and 3.

14. SHARE CLASSES

The sub-fund currently has four types of shares. The AMC on each share class is as follows:

Class A Net Income & Accumulation Shares:	1.50%
Class C Net Income & Accumulation Shares:	0.75%

The net asset value, the net asset value per share and the number of shares in issue are given in the comparative tables on page 56. The distribution per share class is given in the distribution tables on page 63.

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15. PORTFOLIO TRANSACTION COSTS

	31/05/13 £'000	31/05/12 £'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	6,177	6,805
Commissions	13	16
Taxes	1	1
Total purchase costs	14	17
Gross purchases total	6,191	6,822
Analysis of total sale costs:		
Gross sales before transaction costs	8,789	7,676
Commissions	(16)	(14)
Taxes	(2)	(2)
Total sale costs	(18)	(16)
Total sales net of transaction costs	8,771	7,660

DISTRIBUTION TABLES

For the period from 1st June 2012 to 30th November 2012

Interim dividend distribution in pence per share

Class A Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	31/01/13	31/01/12
Group 1	0.0923	-	0.0923	-
Group 2	-	0.0923	0.0923	-

Class A Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	31/01/13	31/01/12
Group 1	0.0931	-	0.0931	-
Group 2	0.0161	0.0770	0.0931	-

Class C Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	31/01/13	31/01/12
Group 1	0.0951	-	0.0951	-
Group 2	0.0009	0.0942	0.0951	-

Class C Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	31/01/13	31/01/12
Group 1	0.4613	-	0.4613	0.3278
Group 2	0.1059	0.3554	0.4613	0.3278

For the period from 1st December 2012 to 31st May 2013

Final dividend distribution in pence per share

Class A Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	30/08/13	31/08/12
Group 1	-	-	-	-
Group 2	-	-	-	-

Class A Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	30/08/13	31/08/12
Group 1	-	-	-	-
Group 2	-	-	-	-

Class C Net Income Shares

	Net		Distribution Paid	
	Income	Equalisation	30/08/13	31/08/12
Group 1	0.2428	-	0.2428	-
Group 2	0.1891	0.0537	0.2428	-

Class C Net Accumulation Shares

	Net		Amount Accumulated	
	Income	Equalisation	30/08/13	31/08/12
Group 1	0.2897	-	0.2897	0.2238
Group 2	0.2089	0.0808	0.2897	0.2238

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COMPARATIVE TABLES

Performance Record

Calendar Year	High (p)	Low (p)
Class A Net Income Shares		
2008	59.50	29.62
2009	42.22	23.10
2010	43.38	35.79
2011	47.29	34.55
2012	45.07	35.98
2013 ¹	52.22	44.77
Class A Net Accumulation Shares		
2009 ²	42.36	26.17
2010	45.09	36.52
2011	50.41	37.08
2012	50.71	39.13
2013 ¹	58.70	50.33
Class C Net Income Shares		
2009 ²	43.32	26.17
2010	44.84	36.90
2011	49.10	36.00
2012	47.36	37.53
2013 ¹	55.03	47.08
Class C Net Accumulation Shares		
2009 ²	43.70	26.17
2010	46.87	37.83
2011	52.66	38.79
2012	53.57	40.96
2013 ¹	62.19	53.21

Income/Accumulation Record

Calendar Year	Net Income per Share (p)
Class A Net Income Shares	
2008	1.9825
2009	1.3563
2010	1.3639
2011	1.3339
2012	1.3905
2013 ¹	0.9421
Class A Net Accumulation Shares	
2009 ²	0.2163
2010	1.3924
2011	1.4544
2012	1.5404
2013 ¹	1.0548
Class C Net Income Shares	
2009 ²	0.6590
2010	1.4205
2011	1.3830
2012	1.4490
2013 ¹	0.9915

Class C Net Accumulation Shares

2009 ²	0.6875
2010	1.4634
2011	1.4929
2012	1.5628
2013 ¹	1.0994

Net Asset Value (NAV)

As at	Shares in Issue	NAV per Share (p) ³
Class A Net Income Shares		
31/05/2011	75,787,928	46.40
31/05/2012	62,081,190	38.27
31/05/2013	49,391,513	48.73
Class A Net Accumulation Shares		
31/05/2011	6,317,845	49.73
31/05/2012	6,193,405	42.58
31/05/2013	3,409,650	55.83
Class C Net Income Shares		
31/05/2011	36,194,309	48.18
31/05/2012	25,651,037	40.04
31/05/2013	22,839,815	51.37
Class C Net Accumulation Shares		
31/05/2011	2,699,067	51.92
31/05/2012	4,221,042	44.70
31/05/2013	10,571,427	59.17
Total NAV		NAV of Sub-Fund (£)
31/05/2011		57,147,811
31/05/2012		38,551,036
31/05/2013		43,961,331

31/05/2011	57,147,811
31/05/2012	38,551,036
31/05/2013	43,961,331

¹ To 31st May 2013.

² From 31st March 2009 to 31st December 2009.

³ The net asset value per share is calculated on a bid basis and excludes any distribution payable.

ONGOING CHARGES FIGURE (OCF)

	31/05/2013	31/05/2012
Class A Net Income and Accumulation Shares	1.79%	1.78%
Class C Net Income and Accumulation Shares	1.04%	1.03%

The ongoing charges figure is based on the last year's expenses for the year ending 31st May 2013 and may vary from year to year.

It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

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RISK AND REWARD INDICATOR (RRI)



The Fund is ranked as 6 because it has experienced relatively high rises and falls in value over the past five years. Please note that even the lowest ranking does not mean a risk-free investment.

The Risk and Reward Indicator 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.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Premier Pan European Property Share Fund is to provide total return from a portfolio which will mainly consist of European investments. The sub-fund will invest in a portfolio of securities which are typically shares in property companies and collective investment schemes whose investments consist of shares in property companies. Subject to the above, the sub-fund may also invest in other transferable securities, other collective investment schemes, money market instruments, cash and near cash, deposits, warrants and bonds in accordance with the rules in COLL. The sub-fund may also borrow and employ stocklending and underwriting techniques as permitted in COLL. The sub-fund may invest in derivatives and forward transactions for investment purposes as well as for the purposes of efficient portfolio management (including hedging).

INVESTMENT REVIEW

PERFORMANCE

The Fund performed strongly in the year, delivering a total return of 31.4%, outperforming both its benchmark return of 27.1% and IMA Property sector return of 14.6%.

MARKET REVIEW

UK and northern European real estate shares delivered a progressive uplift through the year. In the previous year's outlook statement we highlighted the attractive and sustainable growing income yield from well let real estate, and this has since been reflected in the stockmarket listed property companies returning to investors' focus, with an ensuing improvement in share price ratings. Those companies that own well let, prime real estate within the stronger locations of London, Paris, Germany, Scandinavia and Switzerland saw values steadily improve. Importantly, this improvement in asset values has been driven principally by healthy rental increases in these regions. This is a pleasing indicator, as real estate returns through the next few years are likely to be dictated entirely by the income on each individual property, i.e. the rent. In the second half of the period, the Fund particularly benefitted from its strategic positioning towards the best in class real estate asset management, management teams regenerating recently acquired and previously undermanaged real estate.

PORTFOLIO ACTIVITY

The Fund continues to remain geographically focused towards companies with well-located and well-let assets in the more stable geographical markets of northern/western Europe and the UK. We further increased exposure to the specialist real estate asset management companies as they move towards the crystallisation of profits phase from their various asset management initiatives.

OUTLOOK

The Fund is maintaining its intensive dual focus on prime assets in core western and northern European assets, principally London, Paris, Germany, Scandinavia and Switzerland, combined with real estate asset management re-developing previously undermanaged real estate in the UK. The core assets represented by the former offer the benefits of an attractive income yield combined with longer term inflation hedging to a wide range of institutional investors, and hence are seeing strong investment demand with a subsequent firm support to capital values. As a result of the unprecedented lack of development finance available over the 5 years since the credit crisis, well positioned buildings in these stronger locations are set to see fundamentally healthy growth through rising rental income streams. In this respect, we continue to favour central London offices and retail, German residential and retail, Scandinavia retail and offices, and Switzerland offices.

The Fund is also at the early stages of benefitting from its strategic positioning in the UK real estate asset managers. This segment is one of the few asset classes not to have benefitted from quantitative easing, and as these strong management teams reposition their carefully accumulated portfolios of undermanaged secondary assets back to prime, so this will be reflected in capital values rising from their current distressed levels. The valuation differential between today's prime capital values against secondary capital values is at record levels and hence execution of this very selective strategy is set to deliver healthy profits. The market is now awakening to this dynamic, and the Fund's significant position in this sub-sector is strategically well positioned to capture this.

Source: Premier Fund Managers Limited, June 2013. Performance data taken from FE Analytics, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

The top ten purchases and sales during the year were as follows:

Purchases	Costs £'000	Sales	Proceeds £'000
LEG Immobilien	1,138	Unibail-Rodamco	1,686
Fonciere des Regions	731	British Land	1,080
PSP Swiss Properties	711	Great Portland Estates	858
St Modwen Properties	678	Eurocommercial Properties	761
Klepierre	600	Land Securities	748
Newriver Retail	550	Icade	707
Corio	549	Klepierre	676
British Land	501	Corio	577
Deutsche Wohnen	464	Deutsche Wohnen	558
Helical Bar	447	Fonciere des Regions	552
Total purchases during the year were	13,687	Total sales during the year were	19,703

PREMIER PAN EUROPEAN PROPERTY SHARE FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

Holding	Investment	Market	Total	Holding	Investment	Market	Total
		Value	Value of			Value	Value of
		£'000	Sub-Fund			£'000	Sub-Fund
			%				%
Austria 1.69% (3.25%)							
270,118	Immofinanz	744	1.69	238,861	Safestore Holdings	324	0.74
		744	1.69	210,068	St. Modwen Properties	603	1.37
Finland 0.99% (1.23%)							
127,740	Sponda	435	0.99	100,000	Town Centre Securities	210	0.48
		435	0.99	28,201	Workspace Group	114	0.26
France 16.89% (17.07%)							
13,569	Fonciere des Regions	759	1.73	United Kingdom - Investment Companies 28.20% (31.46%)			
12,264	Gecina	994	2.26	100,000	Aberdeen High Income Zero Dividend Preference Trust ¹	-	-
9,537	Icade	575	1.31	419,536	British Land	2,555	5.81
60,221	Klepierre	1,687	3.84	45,371	Derwent London	1,081	2.46
29,665	Mercialys	442	1.00	154,376	Great Portland Estates	847	1.93
18,309	Unibail-Rodamco	2,969	6.75	419,569	Hammerson	2,133	4.85
		7,426	16.89	335,354	Hansteen Holdings	298	0.68
Germany 10.82% (10.13%)							
40,054	Alstria Office	320	0.73	400,240	Land Securities	3,702	8.42
13,434	Deutsche Euroshop	381	0.87	250,000	Merrill Lynch Defined Returns II ZDP ¹	-	-
53,130	Deutsche Wohnen	650	1.48	398,387	Segro	1,104	2.51
23,642	GSW Immobilien	603	1.37	109,945	Shaftesbury	676	1.54
30,745	LEG Immobilien	1,124	2.55			12,396	28.20
45,000	Prime Office	158	0.36	Forward FX Currency Contracts 0.38% (2.01%)			
10,873	TAG Immobilien	82	0.19	CHF 2,122,706	Sold CHF Bought GBP 1,486,224 for settlement 19/06/2013	23	0.05
171,580	VIB Vermoegen	1,440	3.27	EUR 18,566,267	Sold EUR Bought GBP 15,944,311 for settlement 19/06/2013	85	0.19
		4,758	10.82	SEK 19,095,018	Sold SEK Bought GBP 1,954,106 for settlement 19/06/2013	56	0.13
Italy 0.00% (0.37%)							
Netherlands 4.36% (7.34%)							
39,709	Corio	1,166	2.65	EUR 815,650	Bought EUR Sold GBP 694,248 for settlement 19/06/2013	3	0.01
3,709	Vastned Retail	109	0.25	SEK 1,305,786	Bought SEK Sold GBP 128,755 for settlement 19/06/2013	1	-
13,709	Wereldhave	642	1.46			168	0.38
		1,917	4.36	Total Value of Investments			
Norway 0.00% (0.40%)							
Sweden 4.22% (3.59%)							
76,195	Castellum	757	1.72			42,172	95.93
49,349	Fabege	355	0.81	Net Other Assets			
85,387	Hufvudstaden 'A'	741	1.69			1,789	4.07
		1,853	4.22	Total Net Assets			
Switzerland 3.42% (1.87%)							
25,159	PSP Swiss Property	1,503	3.42			43,961	100.00
		1,503	3.42				
United Kingdom - Equities 24.96% (18.59%)							
205,932	Capital & Counties Properties	679	1.55	Figures in brackets represent sector distribution at 31st May 2012.			
88,713	CLS Holdings	865	1.97	¹ Securities in liquidation/delisted.			
1,082,142	Conygar Investment Group	1,272	2.89	² Aim listed Securities.			
617,203	Development Securities	1,234	2.81	All investments are ordinary shares unless otherwise stated.			
74,861	Grainger	115	0.26				
446,979	Helical Bar	1,187	2.70				
61,425	Intu Properties	206	0.47				
535,810	London & Stamford	617	1.40				
880,000	LXB Retail Property	1,056	2.40				
563,489	MAX Property Group	727	1.65				
492,100	Newriver Retail	1,043	2.37				
6,058	Newriver Retail (Warrant)	-	-				
200,000	Quarterly High Income ZDP ¹	-	-				
625,000	Quintain Estates & Development	472	1.07				
489,510	Real Estate Investors ²	206	0.47				
17,691	Rugby Estates	42	0.10				

PREMIER PAN EUROPEAN PROPERTY SHARE FUND

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
Income			
Net capital gains/(losses)	2	10,231	(9,309)
Revenue	3	1,546	1,700
Expenses			
Expenses	4	(606)	(685)
Finance costs: Interest	6	(1)	(1)
Net revenue before taxation		939	1,014
Taxation	5	(124)	(113)
Net revenue after taxation		815	901
Total return before distributions		11,046	(8,408)
Finance costs: Distributions	6	(1,339)	(1,485)
Change in net assets attributable to shareholders from investment activities		9,707	(9,893)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

	Note	31/05/13 £'000	31/05/12 £'000
Opening net assets attributable to shareholders		38,551	57,148
Amounts receivable on issue of shares		13,992	9,141
Amounts payable on cancellation of shares		(18,492)	(18,017)
		(4,500)	(8,876)
Dilution levy		24	28
Stamp duty reserve tax		(21)	(12)
Change in net assets attributable to shareholders from investment activities		9,707	(9,893)
Retained distributions on accumulation shares	6	200	156
Closing net assets attributable to shareholders		43,961	38,551

BALANCE SHEET

As at 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
ASSETS			
Investment assets		42,172	37,539
Debtors	7	466	237
Cash and bank balances	8	2,460	1,948
Total other assets		2,926	2,185
Total assets		45,098	39,724
LIABILITIES			
Investment liabilities		-	(25)
Creditors	10	(443)	(322)
Bank overdrafts	9	(2)	(56)
Distribution payable on income shares	6	(692)	(770)
Total other liabilities		(1,137)	(1,148)
Total liabilities		(1,137)	(1,173)
Net assets attributable to shareholders		43,961	38,551

The notes on pages 68 to 70 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER PAN EUROPEAN PROPERTY SHARE FUND

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies are set out in the aggregated notes to the financial statements on pages 8 to 11.

2. NET CAPITAL GAINS/(LOSSES)

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	11,282	(11,033)
Currency (losses)/gains	(119)	101
Derivative securities	-	92
Forward currency contracts	(924)	1,539
Transaction charges	(8)	(8)
Net capital gains/(losses)	10,231	(9,309)

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Bank interest	6	2
Franked REIT revenue	101	116
Franked UK dividends	87	127
Overseas dividends	941	955
Unfranked REIT revenue	411	500
	1,546	1,700

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	498	567
	498	567
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	21
Safe custody fees	13	11
	25	32
Other expenses:		
Auditor's remuneration	6	6
EMX fees	15	12
Price publication fees	(3)	5
Printing fees	11	3
PRS fees	1	5
Registration fees	53	55
	83	86
Total expenses	606	685

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Overseas withholding tax	109	113
Prior year adjustment	15	-
Total current tax (note 5 (b))	124	113
Total taxation	124	113

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net revenue before taxation	939	1,014
	939	1,014
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	188	203
Effects of:		
Franked UK dividends and distributions not subject to taxation	(38)	(49)
Expenses not utilised in the period	38	35
Overseas withholding tax	109	113
Tax effect on non-taxable overseas dividends	(141)	(190)
Tax payable in different periods	(47)	1
Prior year adjustment	15	-
Current tax charge (note 5 (a))	124	113

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Factors that may affect the future tax charge:

The sub-fund has not recognised a deferred tax asset of £168,583 (2012: £130,651) arising as a result of having unutilised management expenses. These are not expected to be utilised in the foreseeable future unless the nature of the sub-funds income or capital gains changes.

PREMIER PAN EUROPEAN PROPERTY SHARE FUND

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
Interim distribution	430	496
Interim accumulation	48	57
Final distribution	692	770
Final accumulation	152	99
	1,322	1,422
Add: Revenue deducted on cancellation of shares	128	132
Deduct: Revenue received on issue of shares	(111)	(69)
Net distributions for the year	1,339	1,485
Interest	1	1
Total finance costs	1,340	1,486

The difference between the net revenue after taxation and the amounts distributed comprises:

	31/05/13	31/05/12
Net revenue after taxation	815	901
Expenses offset against capital	606	584
Tax relief on capital management fee	(82)	-
Finance costs: Distributions	1,339	1,485

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	232	73
Amounts receivable for issue of shares	199	36
Currency deals awaiting settlement	-	29
Overseas tax recoverable	27	-
PID tax recoverable	8	-
Recoverable income tax	-	99
	466	237

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Euro	380	19
Sterling	2,080	1,929
Cash and bank balances	2,460	1,948

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Euro	2	56
	2	56

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	74	74
Amounts payable for cancellation of shares	300	219
Currency deals awaiting settlement	-	29
Purchases awaiting settlement	69	-
	443	322

11. RELATED PARTIES

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 7.

Premier Fund Managers Limited, as an associate of Premier Portfolio Managers Limited, had the following shareholdings in the Fund held on behalf of its private clients:

	Held at 31/05/13	Change in year	Held at 31/05/12
Class A Net Income Shares	644,871	(77,299)	722,170
Class C Net Accumulation Shares	4,596,109	4,581,570	14,539
Class C Net Income Shares	10,323	10,323	-

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held a material interest in the Fund.

Premier Fund Managers Limited	6.82% (2012: 0.74%)
-------------------------------	---------------------

12. CONTINGENT LIABILITIES AND COMMITMENTS

There were no contingent liabilities or outstanding commitments at the balance sheet date (2012: £nil).

13. FINANCIAL INSTRUMENTS

In pursuing the sub-fund's investment objective, the main risks arising from the sub-fund's financial instruments are market price, currency, interest rate, liquidity and counterparty risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. The investment adviser considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the sub-fund's investment objective.

Currency Risk

The revenue and capital value of the sub-fund's investments can be significantly affected by foreign currency translation movements as the sub-fund's assets and revenue may be denominated in currencies other than sterling, which is the sub-fund's base currency.

There are three main areas of currency risk. These are, movement in exchange rates affecting the value of investments, short-term timing differences such as exposure to exchange rate movements during the period between when an investment purchase or sale is entered into and the date when settlement occurs, and movements in exchange rates affecting revenue received by the sub-fund.

PREMIER PAN EUROPEAN PROPERTY SHARE FUND

The currency profile of the sub-fund's financial instruments at the balance sheet date (including short term debtors and creditors) was:

Currency exposure as at 31st May 2013

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Euro	15,282	(15,163)	378	497	1.13
Sterling	23,366	18,562	1,410	43,338	98.58
Swedish krone	1,854	(1,768)	-	86	0.20
Swiss franc	1,503	(1,463)	-	40	0.09
Total	42,005	168	1,788	43,961	100.00

Currency exposure as at 31st May 2012

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Euro	14,536	704	(36)	15,204	39.44
Norwegian krone	1,161	-	-	1,161	3.01
Sterling	19,525	(9)	1,073	20,589	53.41
Swedish krone	1,110	71	-	1,181	3.06
Swiss franc	392	24	-	416	1.08
Total	36,724	790	1,037	38,551	100.00

Interest Rate Risk

The majority of the sub-fund's assets comprise equity shares which do not pay interest (2012: £nil).

The only interest-bearing financial assets of the sub-fund are bank balances, on which interest is calculated at a variable rate by reference to sterling bank deposit rates or the international equivalent.

Liquidity Risk

The sub-fund's assets comprise mainly readily realisable securities, which can be readily sold. The main liability of the sub-fund is the redemption of any shares that investors wish to sell. All the financial liabilities of the sub-fund fall due within one year.

Counterparty Risk

The sub-fund will be exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The sub-fund minimises concentrations of credit risk by undertaking transactions with a large number of counterparties on recognised and reputable exchanges. The sub-fund only buys and sells investments through brokers which have been approved by the investment adviser as an acceptable counterparty and from recognised product providers.

Fair Value of Financial Assets and Financial Liabilities

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-fund disclosed in the balance sheet where applicable.

Derivatives and Forward Transactions

As part of its monitoring of the usage of derivatives by each Fund, the ACD is required to calculate the global exposure for each Fund daily and to ensure that it meets the cover for investment in derivatives rules. The ACD has reviewed the type of derivatives used by each fund and the manner in which the derivatives are being used and has determined that each fund should be classified as non-sophisticated and that the most appropriate methodology for calculating global exposure is the 'commitment approach'. The Fund's depositary has reviewed this decision and is in agreement. The commitment approach follows guidelines laid down originally by the Committee of European Securities Regulators 'CESR' and referenced by the

Financial Conduct Authority Handbook in COLL 5.3.9. It measures the incremental exposure generated by the use of derivatives and forward transactions and then ensures that it does not exceed 100% of the net value of the Scheme Property. The incremental exposure of each derivative or forward is calculated by converting it into the market value of an equivalent position in the underlying asset of that derivative or forward transaction. The ACD may in some instances, and always following the CESR guidelines, take account of legally enforceable netting and hedging arrangements when calculating global exposure where these arrangements do not disregard any obvious or material risks.

Derivatives used during the year comprise forward foreign currency contract. Forward foreign currency contracts are used to manage currency risk arising from investing in overseas securities.

Open positions at the balance sheet date, are disclosed as either 'Investment Assets' or 'Investment Liabilities' in the Balance Sheet. Unrealised gain/(losses) on forward foreign exchange transactions are taken to capital. The value of these investments may fluctuate significantly.

14. SHARE CLASSES

The sub-fund currently has four types of shares. The AMC on each share class is as follows:

Class A Net Income & Accumulation Shares:	1.50%
Class C Net Income & Accumulation Shares:	0.75%

The net asset value, the net asset value per share and the number of shares in issue are given in the comparative tables on page 64. The distribution per share class is given in the distribution tables on this page and on page 71.

15. PORTFOLIO TRANSACTION COSTS

	31/05/13 £'000	31/05/12 £'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	13,637	18,796
Commissions	25	37
Taxes	25	29
Total purchase costs	50	66
Gross purchases total	13,687	18,862
Analysis of total sale costs:		
Gross sales before transaction costs	19,740	26,593
Commissions	(37)	(52)
Total sale costs	(37)	(52)
Total sales net of transaction costs	19,703	26,541

DISTRIBUTION TABLES

For the period from 1st June 2012 to 30th November 2012

Interim dividend distribution in pence per share

Class A Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	0.5229	-	0.5229	0.4900
Group 2	0.1389	0.3840	0.5229	0.4900

PREMIER PAN EUROPEAN PROPERTY SHARE FUND

Class A Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/01/13	31/01/12
Group 1	0.5817	-	0.5817	0.5663
Group 2	0.1851	0.3966	0.5817	0.5663

Class C Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			31/01/13	31/01/12
Group 1	0.5478	-	0.5478	0.5083
Group 2	0.0923	0.4555	0.5478	0.5083

Class C Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			31/01/13	31/01/12
Group 1	0.6119	-	0.6119	0.5669
Group 2	0.0537	0.5582	0.6119	0.5669

For the period from 1st December 2012 to 31st May 2013

Final dividend distribution in pence per share

Class A Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			30/08/13	31/08/12
Group 1	0.9421	-	0.9421	0.8676
Group 2	0.5562	0.3859	0.9421	0.8676

Class A Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			30/08/13	31/08/12
Group 1	1.0548	-	1.0548	0.9587
Group 2	0.5054	0.5494	1.0548	0.9587

Class C Net Income Shares

	Net Income	Equalisation	Distribution Paid	
			30/08/13	31/08/12
Group 1	0.9915	-	0.9915	0.9012
Group 2	0.6643	0.3272	0.9915	0.9012

Class C Net Accumulation Shares

	Net Income	Equalisation	Amount Accumulated	
			30/08/13	31/08/12
Group 1	1.0994	-	1.0994	0.9509
Group 2	0.7192	0.3802	1.0994	0.9509

PREMIER STRATEGIC HIGH INCOME BOND FUND

COMPARATIVE TABLES

Performance Record

Calendar Year	High (p)	Low (p)
Class A Net Income Shares		
2008	97.97	73.25
2009	94.36	66.04
2010	98.72	92.49
2011	96.59	77.59
2012	87.12	77.13
2013 ¹	90.90	87.36

Class A Net Accumulation Shares

2008	105.34	82.19
2009	113.25	76.62
2010	121.49	113.52
2011	124.55	104.07
2012	124.63	105.31
2013 ¹	131.67	124.97

Income/Accumulation Record

Calendar Year	Net Income per Share (p)
Class A Net Income Shares	
2008	4.7007
2009	4.8471
2010	5.0855
2011	5.3239
2012	4.5262
2013 ¹	2.3274
Class A Net Accumulation Shares	
2008	5.2590
2009	5.5551
2010	6.2355
2011	6.7809
2012	6.2566
2013 ¹	3.3374

Net Asset Value (NAV)

As at	Shares in Issue	NAV per Share (p) ²
Class A Net Income Shares		
31/05/2011	9,855,212	93.48
31/05/2012	9,005,947	76.23
31/05/2013	5,599,729	88.23
Class A Net Accumulation Shares		
31/05/2011	6,512,037	122.57
31/05/2012	5,855,659	105.97
31/05/2013	5,063,997	129.44

NAV of Sub-Fund (£)

Total NAV

31/05/2011	17,194,329
31/05/2012	13,070,035
31/05/2013	11,495,699

¹ To 31st May 2013.

² The net asset value per share is calculated on a bid basis and excludes any distribution payable.

ONGOING CHARGES FIGURE (OCF)

	31/05/2013	31/05/2012
Class A Net Income & Accumulation Shares	2.13%	1.97%

The ongoing charges figure is based on the last year's expenses for the year ending 31st May 2013 and may vary from year to year.

It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

RISK AND REWARD INDICATOR (RRI)



The Fund is ranked as 4 because it has experienced medium rises and falls in value over the past five years. Please note that even the lowest category does not mean a risk-free investment.

The Risk and Reward Indicator 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.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Premier Strategic High Income Bond Fund is to maximise income with capital appreciation being of secondary importance. The sub-fund will achieve this by investing in a diversified portfolio of fixed interest securities, including government and corporate bonds, preference and permanent interest bearing shares, convertibles, reverse convertibles, debentures, collective investment schemes and other securities. Investments will include investment grade bonds, high yield (sub-investment grade) bonds and non-rated securities. The currency exposure will be predominantly sterling and where appropriate foreign currency exposure may be hedged back into sterling. Subject to the above, the sub-fund may also invest in other transferable securities (including but not limited to warrants), money market instruments, cash and near cash and deposits. The sub-fund may also borrow and employ stock lending and underwriting technique. The sub-fund may invest in derivatives and forward transactions for investment purposes as well as for efficient portfolio management (including hedging).

INVESTMENT REVIEW

PERFORMANCE

Over the year the Fund ranked top decile returning +21.3% against the IMA Sterling Strategic Bond sector which returned +11.6%.

MARKET REVIEW

Inflation weakened over the year with the Retail Price Index and Consumer Price Index ending at 3.1% and 2.7% respectively despite renewed strength in early 2013 caused by rising energy prices and upward pressure from increasing import costs. Over the year, LIBOR has fallen from 0.99% to 0.51%, with the steep decline seen over the summer of 2012 tapering off in the fourth quarter as LIBOR approached the Bank of England base rate.

PREMIER STRATEGIC HIGH INCOME BOND FUND

The year started with persistent concerns over the sovereign debt crisis and uncertainty resulting from the change of government in France, political instability in Greece and the effective nationalisation of one of Spain's largest lenders, Bankia, playing on market sentiment. It ended with the focus on Cyprus and the resulting bailout and political instability in Italy resolved. However, there remains a valuation gap between peripheral and non-peripheral credits in both investment grade and high yield markets and focus has been on the decline in average corporate credit ratings across both investment grade and high yield. With a growing disparity of performance due to ratings actions and single names news, name selection has become increasingly important.

PORTFOLIO ACTIVITY

From a portfolio perspective, we started the period with a relatively quiet new issue market in both investment grade and high yield. Given the initial strong performance in credit markets, we took profit on a number of positions such as ISS, Henderson UK Finance, and switched out of our Reynolds holding given its weak position in the capital structure.

Towards the end of 2012, we took profit on high yield exposure, including single names TUI Travel and Enterprise Inns and bought the new issue for global business services and commercial pest control leader Rentokil, liking its geographic diversity and leading market positions, before selling it for valuation reasons in March. We also added risk in Real Estate Credit Investments preference shares and AXA as we lacked exposure in the former and believe the high levels of outstanding debt are manageable with generous interest coverage on the latter.

In the first quarter of 2013 we continued profit taking, including banks such as Barclays, UBS, Rabobank, Abbey National, Citi and Credit Suisse following significant rallies. We added University of Cambridge long dated bond as protection against further downgrades to the UK sovereign and added some investment company exposure as credit markets appeared relatively expensive.

OUTLOOK

Bonds are at their lowest yields in history and overall can't repeat the returns seen in recent years. We'd expect correlations to break down in 2013 and so the highest yielding bonds won't necessarily deliver the highest returns. Accordingly, issuer selection and appropriate bond covenants remain vital considering the downside risk arising from shareholder friendly measures. Broker inventory persists at record lows and unsurprisingly following the bond rally and huge inflows into retail bond funds over the last few years, more bond managers are benchmarked than ever. Contrarily, we have an active posture and position for credit to outperform sovereign bonds whilst maintaining strong covenants across the portfolio, high liquidity, and a shorter adjusted duration than the majority of peers. Although the combination of central bank policy and commitment to asset purchases with strong technical support will continue to support the investment grade markets, an active posture will be required to achieve attractive returns from bonds over the foreseeable future.

Source: Premier Fund Managers Limited, June 2013. Performance data taken from FE Analytics and Bloomberg, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

The top ten purchases and sales during the year were as follows:

Purchases	Costs £'000	Sales	Proceeds £'000
Real Estate Credit Investments	497	LBG Capital Lloyds 7.5884% 12/05/2020	658
University of Cambridge 3.75% 17/10/2052	482	UBS 7.25% Index-Linked 22/02/2022	573
Lloyds Banking Group FRN 11.875% 16/12/2021	384	Citigroup 7.375% 01/09/2039	422
British Sky Broadcasting Group 3.125% 26/11/2022	375	Rabobank 6.875% 19/03/2020	376
UK Gilt 4.25% 07/06/2032	358	Premier Farnell Preference	375
Germany (Fed Rep) 1.5% NTS 04/09/2022	317	UK Gilt 4.25% 07/06/2032	357
UBS 7.25% Index-Linked 22/02/2022	298	ISS 8.875% 15/05/2016	324
UK Gilt 5% 07/03/2025	258	Germany (Fed Rep) 1.5% NTS 04/09/2022	319
Unite Group 6.125% 12/06/2020	250	Invesco Leveraged High Yield	307
Aston Martin Capital 9.25% 15/07/2018	214	Anglian Water 2.262% 01/08/2045	290
Total purchases during the year were	5,541	Total sales during the year were	8,970

PREMIER STRATEGIC HIGH INCOME BOND FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

		Market Value	Total Value of Sub-Fund			Market Value	Total Value of Sub-Fund
Holding	Investment	£'000	%	Holding	Investment	£'000	%
COLLECTIVE INVESTMENT SCHEMES 0.00% (1.14%)							
United Kingdom 0.00% (1.14%)							
EQUITIES 0.00% (1.53%)							
United Kingdom 0.00% (1.53%)							
458,641	Battersea Power Station WTS ¹	-	-				
611,071	Battersea Power Station ¹	-	-				
		-	-				
DEBT SECURITIES 75.86% (84.89%)							
Bermuda 2.54% (1.96%)							
GBP 250,000	Fidelity International 7.125% 13/02/2024	293	2.54				
		293	2.54				
Denmark 0.00% (2.41%)							
France 1.98% (1.22%)							
EUR 400,000	Casino Guichard Perrachon 7.5% Perpetual FRN	228	1.98				
		228	1.98				
Greece 0.00% (0.07%)							
Guernsey 4.31% (4.74%)							
USD 700,000	Credit Suisse Guernsey I 7.875% 24/02/2041	495	4.31				
		495	4.31				
Italy 0.00% (1.48%)							
Jersey 0.00% 1.35%							
Luxembourg 3.59% (0.00%)							
GBP 200,000	Aston Martin Capital 9.25% 15/07/2018	209	1.82				
GBP 200,000	AXA SA 6.6666% FRN Perpetual	204	1.77				
		413	3.59				
Netherlands 3.32% (4.59%)							
EUR 400,000	Rabobank 6.875% 19/03/2020	382	3.32				
		382	3.32				
Switzerland 0.00% (4.14%)							
United Kingdom 58.61% (57.42%)							
150,000	3i Group 6.875% 09/03/2023	178	1.55				
175,000	Barclays Bank 10% 21/05/2021	234	2.04				
EUR 350,000	Barclays Bank 4.875% Perpetual FRN	230	2.00				
150,000	Bellway 9.5% Preference Fixed Rate	156	1.36				
600,000	British Sky Broadcasting Group 3.125% 26/11/2022	386	3.36				
200,000	EcoFin Water & Power 6% CULS 31/07/2016	205	1.78				
340,000	Enterprise Inns 6.5% 06/12/2018	346	3.01				
EUR 33,558	European Financial Stability Facility 0.00% 17/06/2013	29	0.25				
200,000	F&C 9% Finance 20/12/2016	217	1.89				
350,000	F&C Asset Management 6.75% FRN 20/12/2026	307	2.67				
248,000	Henderson Group 7.25% 24/03/2016	267	2.32				
450,000	HSBC Capital Funding 8.208% FRN	492	4.28				
250,000	LBG Capital Lloyds 7.5884% 12/05/2020	267	2.32				
100,000	Legal and General 10% 23/07/2041	139	1.21				
163,000	Lloyds Banking Group FRN 10.75% 16/12/2021	197	1.71				
250,000	Lloyds Banking Group FRN 11.875% 16/12/2021	265	2.31				
350,000	MWB Group Holdings 9.75% 31/12/2016	35	0.30				
200,000	National Grid 6.125% 15/04/2014	209	1.82				
EUR 200,000	Old Mutual 5% Perpetual Maturity	168	1.46				
200,000	Old Mutual 8% 03/06/2021	222	1.93				
				United Kingdom - continued			
170,000	Pearl Group Holdings No1 6.5864% 29/11/2049 FRN	142	1.24				
EUR 400,000	Rexam 6.75% 29/06/2067 FRN	371	3.23				
EUR 100,000	Royal Bank of Scotland 5.625% 31/12/2049 FRN	74	0.64				
EUR 250,000	Royal Bank of Scotland 6.934% 09/04/2018	240	2.09				
200,000	RSA Insurance Group 6.701% 29/05/2049 FRN	210	1.83				
150,000	Telecom Italia 5.875% 19/05/2023	153	1.33				
150,000	THPA Finance 8.241% 15/03/2028	142	1.23				
150,000	Unique Public Finance 5.659% 30/06/2027	146	1.27				
200,000	Unique Public Finance 6.464% 30/03/2032	157	1.37				
250,000	Unite Group 6.125% 12/06/2020	259	2.25				
300,000	University of Cambridge 3.75% 17/10/2052	294	2.56				
		6,737	58.61				
				United States of America 1.51% (5.51%)			
EUR 200,000	Iron Mountain 6.75% Bond 15/10/2018	173	1.51				
EUR 100,000	Lehman Brothers UK Capital Funding V 6.9% 26/06/2049	-	-				
		173	1.51				
				INDEX LINKED BONDS 1.23% (0.00%)			
				Index Linked Bonds 1.23% (0.00%)			
EUR 150,000	Republic of Italy 2.35% 15/09/2035	139	1.21				
EUR 157,400	Hellenic Republic Index-Linked 15/10/2042	2	0.02				
		141	1.23				
				INVESTMENT TRUSTS 19.51% (5.75%)			
				Global 18.14% (0.00%)			
20,000	3i Group	68	0.59				
187,506	Acencia Debt Strategies	180	1.57				
27,500	Alliance Trust	123	1.07				
215,000	Alternative Asset Opportunities	95	0.83				
11,000	BH Global	135	1.17				
21,000	BlackRock World Mining Trust	103	0.90				
50,000	City Merchants High Yield Trust	86	0.75				
26,611	FRM Credit Alpha Fund Preference	15	0.13				
10,000	Jupiter Primadona Growth Trust	129	1.12				
20,000	Herald Investment Trust	110	0.96				
10,000	HSBC Holdings	73	0.63				
50,000	Invesco Income Growth	127	1.10				
306,000	Invesco Leveraged High Yield	201	1.75				
500,000	Real Estate Credit Investments	535	4.65				
100,000	TwentyFour Income	106	0.92				
		2,086	18.14				
				United Kingdom 1.37% (5.75%)			
250,000	Economic Lifestyle Property	75	0.65				
204,611	Real Estate Opportunities ¹	-	-				
50,000	Schroder UK Growth Fund	83	0.72				
467,294	Zero Preference Growth Trust ¹	-	-				
		158	1.37				
				FORWARD FX CURRENCY CONTRACTS -0.29% (1.16%)			
USD 1,350,000	Sold USD Bought GBP 876,224 for settlement on 08/09/2013	(12)	(0.10)				
EUR 2,495,000	Sold EUR Bought GBP 2,110,323 for settlement on 08/09/2013	(22)	(0.19)				
		(34)	(0.29)				

PREMIER STRATEGIC HIGH INCOME BOND FUND

PORTFOLIO OF INVESTMENTS

As at 31st May 2013

Holding	Investment	Market Value £'000	Total Value of Sub-Fund %
FUTURES & OPTIONS -0.29% (-1.88%)			
(5)	Eurex Euro Bond June 2013 Future	(5)	(0.04)
5	FTSE 100 Index 5900 Call Option June 2013	(5)	(0.04)
3	FTSE 100 Index 6200 Call Option December 2013	(3)	(0.03)
(30)	Future Long Gilt LIFFE June 2013	(21)	(0.18)
		(34)	(0.29)
Total Value of Investments		11,038	96.02
Net Other Assets		458	3.98
Total Net Assets		11,496	100.00

Figures in brackets represent sector distribution at 31st May 2012.

¹ Securities in liquidation/delisted.

The credit rating of the portfolio as at 31st May 2013 was as follows:

- Percentage of debt securities above investment grade 37.40% (2012: 43.50%).
- Percentage of debt securities non-rated or below investment grade 59.20% (2012: 49.81%).

Investment in Bonds in Credit Rating Blocks:

Rating	Market Value £'000	Percentage of Total Net Assets %
AAA	323	2.81
BBB	3,976	34.59
BB	2,741	23.83
B	539	4.70
Non Rated High Yield	1,856	16.15
Non Rated Equities	1,412	12.27
Non Rated Investment Grades	259	2.25
	11,106	96.60

PREMIER STRATEGIC HIGH INCOME BOND FUND

STATEMENT OF TOTAL RETURN

For the year ended 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
Income			
Net capital gains/(losses)	2	2,219	(2,817)
Revenue	3	886	1,074
Expenses			
Expenses	4	(273)	(292)
Finance costs: Interest	6	(1)	(1)
Net revenue before taxation		612	781
Taxation	5	-	(1)
Net revenue after taxation		612	780
Total return before distributions		2,831	(2,037)
Finance costs: Distributions	6	(885)	(1,070)
Change in net assets attributable to shareholders from investment activities		1,946	(3,107)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the year ended 31st May 2013

	Note	31/05/13 £'000	31/05/12 £'000
Opening net assets attributable to shareholders		13,070	17,194
Amounts receivable on issue of shares		986	1,351
Amounts payable on cancellation of shares		(4,870)	(2,754)
		(3,884)	(1,403)
Dilution levy		11	-
Stamp duty reserve tax		-	(1)
Change in net assets attributable to shareholders from investment activities		1,946	(3,107)
Retained distributions on accumulation shares	6	353	384
Unclaimed distributions		-	3
Closing net assets attributable to shareholders		11,496	13,070

BALANCE SHEET

As at 31st May 2013

	Notes	31/05/13 £'000	31/05/12 £'000
ASSETS			
Investment assets		11,106	12,397
Debtors	7	285	395
Cash and bank balances	8	579	1,256
Total other assets		864	1,651
Total assets		11,970	14,048
LIABILITIES			
Investment liabilities		(68)	(296)
Creditors	10	(134)	(234)
Bank overdrafts	9	(209)	(361)
Distribution payable on income shares	6	(63)	(87)
Total other liabilities		(406)	(682)
Total liabilities		(474)	(978)
Net assets attributable to shareholders		11,496	13,070

The notes on pages 77 to 80 are an integral part of these financial statements.

On behalf of Premier Portfolio Managers Limited.



Neil Macpherson
Finance Director (of the ACD)
18th September 2013



Mark Friend
Chief Operating Officer (of the ACD)

PREMIER STRATEGIC HIGH INCOME BOND FUND

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

The accounting policies are set out in the aggregated notes to the financial statements on pages 8 to 11.

2. NET CAPITAL GAINS/(LOSSES)

	31/05/13 £'000	31/05/12 £'000
Non-derivative securities	2,291	(1,767)
Currency gains	126	9
Derivative securities	64	(1,398)
Forward currency contracts	(258)	342
Transaction charges	(4)	(3)
Net capital gains/(losses)	2,219	(2,817)

3. REVENUE

	31/05/13 £'000	31/05/12 £'000
Bank interest	1	4
Franked UK dividends	60	51
Interest on debt securities	793	972
Overseas dividends	32	45
Unfranked distributions	-	2
	886	1,074

4. EXPENSES

	31/05/13 £'000	31/05/12 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	195	225
	195	225
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	12	13
Safe custody fees	12	4
	24	17
Other expenses:		
Auditor's remuneration	6	6
EMX fees	2	2
Price publication fees	(2)	3
Printing fees	11	3
PRS fees	5	5
Registration fees	32	31
	54	50
Total expenses	273	292

Irrecoverable VAT is included in the above expenses where relevant.

5. TAXATION

(a) The tax charge comprises:

	31/05/13 £'000	31/05/12 £'000
Current tax:		
Overseas withholding tax	-	1
Total current tax (note 5 (b))	-	1
Total taxation	-	1

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

The tax charge for the year differs from the special 20% rate of corporation tax applicable to Open-Ended Investment Companies (OEICs). The differences are explained below:

	31/05/13 £'000	31/05/12 £'000
Net revenue before taxation	612	781
	612	781
Return on ordinary activities multiplied by the special rate of corporation tax of 20% (2012: 20%)	122	156
Effects of:		
Franked UK dividends and distributions not subject to taxation	(11)	(10)
Expenses not utilised in the period	(105)	55
Interest distributions	-	(192)
Overseas withholding tax	-	1
Tax effect on non-taxable overseas dividends	(6)	(10)
Tax payable in different periods	-	1
Current tax charge (note 5 (a))	-	1

Authorised OEICs are exempt from tax on capital gains made within the sub-funds.

Factors that may affect the future tax charge:

The sub-fund has not recognised a deferred tax asset of £457,002 (2012: £457,002) arising as a result of having unutilised interest distributions and £94,171 (2012: £199,426) as a result of having unutilised management expenses and £33,015 (2012: £33,015) arising as a result of having unutilised loan relationships. These are not expected to be utilised in the foreseeable future unless the nature of the sub-fund's income or capital gains changes.

PREMIER STRATEGIC HIGH INCOME BOND FUND

6. FINANCE COSTS

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

	31/05/13 £'000	31/05/12 £'000
First interim distribution	107	96
First interim accumulation	96	73
Second interim distribution	84	157
Second interim accumulation	83	131
Third interim distribution	77	118
Third interim accumulation	91	103
Final distribution	63	87
Final accumulation	83	77
Income tax withheld	178	214
	862	1,056
Add: Revenue deducted on cancellation of shares	30	25
Deduct: Revenue received on issue of shares	(7)	(11)
Net distributions for the year	885	1,070
Interest	1	1
Total finance costs	886	1,071

The difference between the net revenue after taxation and the amounts distributed comprises:

Net revenue after taxation	612	780
Expenses offset against capital	273	290
Finance costs: Distributions	885	1,070

7. DEBTORS

	31/05/13 £'000	31/05/12 £'000
Accrued revenue	208	287
Amounts receivable for issue of shares	58	4
Overseas tax recoverable	2	1
Recoverable income tax	-	103
Non ordinary resident (NOR)	17	-
	285	395

8. CASH AND BANK BALANCES

	31/05/13 £'000	31/05/12 £'000
Australian dollar	4	4
Canadian dollar	1	1
Danish krone	-	7
Euro	89	47
Japanese yen	5	6
Mexican peso	-	4
South African rand	-	1
Sterling	472	744
US dollar	8	8
Cash held at clearing houses	-	434
Cash and bank balances	579	1,256

9. BANK OVERDRAFTS

	31/05/13 £'000	31/05/12 £'000
Australian dollar	4	4
Canadian dollar	1	1
Danish krone	-	7
Euro	-	71
Mexican peso	-	4
Sterling	-	268
US dollar	204	6
	209	361

10. CREDITORS

	31/05/13 £'000	31/05/12 £'000
Accrued expenses	40	229
Amounts payable for cancellation of shares	1	5
Income tax payable	93	-
	134	234

11. RELATED PARTIES

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 7.

Premier Fund Managers Limited, as an associate of Premier Portfolio Managers Limited, had the following shareholdings in the Fund held on behalf of its private clients:

	Held at 31/05/13	Change in year	Held at 31/05/12
Class A Net Accumulation Shares	131,590	(160,767)	292,357
Class A Net Income Shares	9,607	(9,607)	19,215

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held a material interest in the Fund.

Premier Fund Managers Limited	1.55% (2012: 2.47%)
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PREMIER STRATEGIC HIGH INCOME BOND FUND

12. CONTINGENT LIABILITIES AND COMMITMENTS

There were no contingent liabilities or outstanding commitments at the balance sheet date (2012: £nil).

13. FINANCIAL INSTRUMENTS

In pursuing the sub-fund's investment objective, the main risks arising from the sub-fund's financial instruments are market price, currency, interest rate, liquidity and counterparty risk.

Market Price Risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the sub-fund might suffer through holding market positions in the face of price movements. The investment adviser considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the sub-fund's investment objective.

Currency Risk

The revenue and capital value of the sub-fund's investments can be significantly affected by foreign currency translation movements as the sub-fund's assets and revenue may be denominated in currencies other than sterling, which is the sub-fund's base currency.

There are three main areas of currency risk. These are, movement in exchange rates affecting the value of investments, short-term timing differences such as exposure to exchange rate movements during the period between when an investment purchase or sale is entered into and the date when settlement occurs, and movements in exchange rates affecting revenue received by the sub-fund.

The currency profile of the sub-fund's financial instruments at the balance sheet date (including short term debtors and creditors) was:

Currency exposure as at 31st May 2013

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Euro	2,222	(2,133)	91	180	1.57
Japanese yen	-	-	5	5	0.04
Sterling	7,969	2,987	354	11,310	98.38
US dollar	881	(888)	8	1	0.01
Total	11,072	(34)	458	11,496	100.00

Currency exposure as at 31st May 2012

Currency	Portfolio of Investments £'000	Forward Currency Contracts £'000	Net Other Assets £'000	Total £'000	Total Exposure %
Euro	2,393	(14)	79	2,458	18.81
Japanese yen	-	-	6	6	0.05
South African rand	-	-	1	1	-
Sterling	8,690	166	881	9,737	74.50
US dollar	866	-	2	868	6.64
Total	11,949	152	969	13,070	100.00

Interest Rate Risk

The sub-fund can invest in both fixed and floating rate securities, any change to the interest rates relevant for particular securities may result in either an increase or decrease in revenue. In addition, changes to the prevailing rates or changes in expectations of future rates could result in an increase or decrease in the value of the securities held. In general, if

interest rates rise the revenue of the sub-fund will rise but the value of fixed rate securities will decline. A decline in interest rates, will in general have the opposite effect.

The interest rate risk profile of the sub-fund's financial assets and liabilities at the balance sheet date was:

Interest rate exposure as at 31st May 2013

Currency	Fixed rate financial assets £'000	Floating rate financial assets £'000	Other £'000	Total £'000	Weighted average fixed interest rate %	Weighted average period for which interest rate is fixed (years)
Euro	991	1,324	(2,135)	180	4.87	5.15
Japanese yen	-	5	-	5	-	-
Sterling	4,204	1,894	5,212	11,310	5.51	16.17
US dollar	881	8	(888)	1	5.52	19.73
Total	6,076	3,231	2,189	11,496		

Interest rate exposure as at 31st May 2012

Currency	Fixed rate financial assets £'000	Floating rate financial assets £'000	Other £'000	Total £'000	Weighted average fixed interest rate %	Weighted average period for which interest rate is fixed (years)
Euro	2,647	79	(268)	2,458	7.56	18.37
Japanese yen	-	6	-	6	-	-
South African rand	-	1	-	1	-	-
Sterling	7,590	807	1,340	9,737	8.31	21.75
US dollar	866	2	-	868	8.11	23.31
Total	11,103	895	1,072	13,070		

The floating rate assets and liabilities comprise bank balances, overdrafts and floating rate notes, where rates are determined by LIBOR or the international equivalent borrowing rate.

Liquidity Risk

The sub-fund's assets comprise mainly readily realisable securities, which can be readily sold. The main liability of the sub-fund is the redemption of any shares that investors wish to sell. All the financial liabilities of the sub-fund fall due within one year.

Counterparty Risk

The sub-fund will be exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The sub-fund minimises concentrations of credit risk by undertaking transactions with a large number of counterparties on recognised and reputable exchanges. The sub-fund only buys and sells investments through brokers which have been approved by the investment adviser as an acceptable counterparty and from recognised product providers.

The sub-fund is exposed to a credit risk whereby the issuer of securities may default on its obligations. The sub-fund manages this risk by monitoring the credit rating of issuers. Analysis of the credit quality of the securities held split between investment grade and non-investment grade is disclosed on page 75.

Fair Value of Financial Assets and Financial Liabilities

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-fund disclosed in the balance sheet where applicable.

PREMIER STRATEGIC HIGH INCOME BOND FUND

Derivatives and Forward Transactions

As part of its monitoring of the usage of derivatives by each Fund, the ACD is required to calculate the global exposure for each Fund daily and to ensure that it meets the cover for investment in derivatives rules. The ACD has reviewed the type of derivatives used by each fund and the manner in which the derivatives are being used and has determined that each fund should be classified as non-sophisticated and that the most appropriate methodology for calculating global exposure is the 'commitment approach'. The Fund's depository has reviewed this decision and is in agreement. The commitment approach follows guidelines laid down originally by the Committee of European Securities Regulators 'CESR' and referenced by the Financial Conduct Authority Handbook in COLL 5.3.9. It measures the incremental exposure generated by the use of derivatives and forward transactions and then ensures that it does not exceed 100% of the net value of the Scheme Property. The incremental exposure of each derivative or forward is calculated by converting it into the market value of an equivalent position in the underlying asset of that derivative or forward transaction. The ACD may in some instances, and always following the CESR guidelines, take account of legally enforceable netting and hedging arrangements when calculating global exposure where these arrangements do not disregard any obvious or material risks.

Derivatives used during the year comprise forward foreign currency contracts, futures and options contracts. Forward foreign currency contracts are used for Efficient Portfolio Management and to manage currency risk arising from investing in overseas securities. Open positions at the balance sheet date, are disclosed as either 'Investment Assets' or 'Investment Liabilities' in the Balance Sheet. Unrealised gain/(losses) on forward foreign exchange transactions are taken to capital. The value of these investments may fluctuate significantly.

14. SHARE CLASSES

The sub-fund currently has two types of shares. The AMC on each share class is as follows:

Class A Net Income & Accumulation Shares: 1.50%

The net asset value, the net asset value per share and the number of shares in issue are given in the comparative tables on page 72. The distribution per share class is given in the distribution tables on this page and on page 81.

15. PORTFOLIO TRANSACTION COSTS

	31/05/13 £'000	31/05/12 £'000
Analysis of total purchase costs:		
Purchases in year before transaction costs	5,534	7,725
Commissions	3	1
Taxes	4	1
Total purchase costs	7	2
Gross purchases total	5,541	7,727
Analysis of total sale costs:		
Gross sales before transaction costs	8,972	10,459
Commissions	(2)	(4)
Total sale costs	(2)	(4)
Total sales net of transaction costs	8,970	10,455

DISTRIBUTION TABLES

For the period from 1st June 2012 to 31st August 2012

First Interim interest distribution in pence per share

Class A Net Income Shares

	Gross Income	Income Tax (20%)	Net Income	Equalisation	Distribution Paid	
					31/10/12	31/10/11
Group 1	1.5346	0.3069	1.2277	-	1.2277	0.9850
Group 2	0.8418	0.1684	0.6734	0.5543	1.2277	0.9850

Class A Net Accumulation Shares

	Gross Income	Income Tax (20%)	Net Income	Equalisation	Amount Accumulated	
					31/10/12	31/10/11
Group 1	2.1370	0.4274	1.7096	-	1.7096	1.1373
Group 2	1.0852	0.2170	0.8682	0.8414	1.7096	1.1373

For the period from 1st September 2012 to 30th November 2012

Second Interim interest distribution in pence per share

Class A Net Income Shares

	Gross Income	Income Tax (20%)	Net Income	Equalisation	Distribution Paid	
					31/01/13	31/01/12
Group 1	1.3378	0.2676	1.0702	-	1.0702	1.6052
Group 2	0.3318	0.0664	0.2654	0.8048	1.0702	1.6052

Class A Net Accumulation Shares

	Gross Income	Income Tax (20%)	Net Income	Equalisation	Amount Accumulated	
					31/01/13	31/01/12
Group 1	1.8915	0.3783	1.5132	-	1.5132	2.1264
Group 2	0.9048	0.1809	0.7239	0.7893	1.5132	2.1264

For the period from 1st December 2012 to 28th February 2013

Third Interim interest distribution in pence per share

Class A Net Income Shares

	Gross Income	Income Tax (20%)	Net Income	Equalisation	Distribution Paid	
					30/04/13	30/04/12
Group 1	1.4919	0.2984	1.1935	-	1.1935	1.2666
Group 2	0.7438	0.1488	0.5950	0.5985	1.1935	1.2666

Class A Net Accumulation Shares

	Gross Income	Income Tax (20%)	Net Income	Equalisation	Amount Accumulated	
					30/04/13	30/04/12
Group 1	2.1124	0.4225	1.6899	-	1.6899	1.7127
Group 2	1.3529	0.2706	1.0823	0.6076	1.6899	1.7127

PREMIER STRATEGIC HIGH INCOME BOND FUND

For the period from 1st March 2013 to 31st May 2013

Final interest distribution in pence per share

Class A Net Income Shares

	Gross Income	Income Tax (20%)	Net Income	Equalisation	Distribution Paid	
					31/07/13	31/07/12
Group 1	1.4174	0.2835	1.1339	-	1.1339	0.9617
Group 2	0.5301	0.1060	0.4241	0.7098	1.1339	0.9617

Class A Net Accumulation Shares

	Gross Income	Income Tax (20%)	Net Income	Equalisation	Amount Accumulated	
					31/07/13	31/07/12
Group 1	2.0594	0.4119	1.6475	-	1.6475	1.3211
Group 2	1.0515	0.2103	0.8412	0.8063	1.6475	1.3211