



WS Canada Life Investments Fund II

(Formerly LF Canada Life Investments Fund II)

Annual Report and Financial Statements
for the year ended 15 October 2023



WS Canlife Diversified Monthly Income Fund
(Formerly LF Canlife Diversified Monthly Income Fund)

WS Canlife Diversified Risk Managed III Fund
(Formerly LF Canlife Diversified Risk Managed III Fund)

WS Canlife Diversified Risk Managed IV Fund
(Formerly LF Canlife Diversified Risk Managed IV Fund)

WS Canlife Diversified Risk Managed V Fund
(Formerly LF Canlife Diversified Risk Managed V Fund)

WS Canlife Diversified Risk Managed VI Fund
(Formerly LF Canlife Diversified Risk Managed VI Fund)

WS Canlife Portfolio III Fund
(Formerly LF Canlife Portfolio III Fund)

WS Canlife Portfolio IV Fund
(Formerly LF Canlife Portfolio IV Fund)

WS Canlife Portfolio V Fund
(Formerly LF Canlife Portfolio V Fund)

WS Canlife Portfolio VI Fund
(Formerly LF Canlife Portfolio VI Fund)

WS Canlife Portfolio VII Fund
(Formerly LF Canlife Portfolio VII Fund)

AUTHORISED CORPORATE DIRECTOR ('ACD') AND ALTERNATIVE INVESTMENT FUND MANAGER ('AIFM')

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C. O'Donnell (resigned 8 December 2022)

E.E. Tracey (appointed 9 October 2023)*

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CONTENTS

ACD's Report	12
Authorised Status.	12
ACD's Statement	12
Important Information	12
Cross Holdings	13
Remuneration Disclosure	13
Securities Financing Transactions.	14
Task Force on Climate-related Financial Disclosures ('TCFD').	16
Value Assessment	16
Director's Statement	17
Statement of ACD's Responsibilities.	18
Statement of Depositary's Responsibilities	19
Report of the Depositary	20
Independent Auditor's Report to the Shareholders of WS Canada Life Investments Fund II.	21
Accounting and Distribution Policies	25

CONTENTS continued

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD’s Report 29

 Important Information 29

 Investment Objective and Policy 29

 Additional Information 29

 Benchmark 30

 Portfolio Manager’s Report 31

 Fund Information 33

 Portfolio Statement 39

 Summary of Material Portfolio Changes 45

FINANCIAL STATEMENTS

Statement of Total Return 46

Statement of Change in Net Assets Attributable to Shareholders . . 46

Balance Sheet 47

Notes to the Financial Statements 48

Distribution Table 63

CONTENTS continued

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

ACD’s Report 71

 Important Information 71

 Investment Objective and Policy 71

 Additional Information 72

 Benchmark 73

 Portfolio Manager’s Report 74

 Fund Information 76

 Portfolio Statement 82

 Summary of Material Portfolio Changes 84

FINANCIAL STATEMENTS

Statement of Total Return 85

Statement of Change in Net Assets Attributable to Shareholders . . 85

Balance Sheet 86

Notes to the Financial Statements 87

Distribution Table 98

CONTENTS continued

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD’s Report 100

 Important Information 100

 Investment Objective and Policy 100

 Additional Information 101

 Benchmark 102

 Portfolio Manager’s Report 103

 Fund Information 105

 Portfolio Statement 110

 Summary of Material Portfolio Changes 112

FINANCIAL STATEMENTS

Statement of Total Return 113

Statement of Change in Net Assets Attributable to Shareholders . . 113

Balance Sheet 114

Notes to the Financial Statements 115

Distribution Table 126

CONTENTS continued

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD’s Report 129

 Important Information 129

 Investment Objective and Policy 129

 Additional Information 130

 Benchmark 131

 Portfolio Manager’s Report 132

 Fund Information 134

 Portfolio Statement 139

 Summary of Material Portfolio Changes 141

FINANCIAL STATEMENTS

Statement of Total Return 142

Statement of Change in Net Assets Attributable to Shareholders . . 143

Balance Sheet 144

Notes to the Financial Statements 145

Distribution Table 155

CONTENTS continued

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

ACD’s Report 156

 Important Information 156

 Investment Objective and Policy 156

 Additional Information 157

 Benchmark 158

 Portfolio Manager’s Report 159

 Fund Information 161

 Portfolio Statement 167

 Summary of Material Portfolio Changes 169

FINANCIAL STATEMENTS

Statement of Total Return 170

Statement of Change in Net Assets Attributable to Shareholders . . 171

Balance Sheet 172

Notes to the Financial Statements 173

Distribution Table 184

CONTENTS continued

WS CANLIFE PORTFOLIO III FUND

ACD’s Report 186

 Important Information 186

 Investment Objective and Policy 186

 Additional Information 186

 Benchmark 187

 Portfolio Manager’s Report 188

 Fund Information 190

 Portfolio Statement 196

 Summary of Material Portfolio Changes 198

FINANCIAL STATEMENTS

Statement of Total Return 199

Statement of Change in Net Assets Attributable to Shareholders . . 199

Balance Sheet 200

Notes to the Financial Statements 201

Distribution Table 213

CONTENTS continued

WS CANLIFE PORTFOLIO IV FUND

ACD’s Report 215

 Important Information 215

 Investment Objective and Policy 215

 Additional Information 215

 Benchmark 216

 Portfolio Manager’s Report 217

 Fund Information 219

 Portfolio Statement 225

 Summary of Material Portfolio Changes 227

FINANCIAL STATEMENTS

Statement of Total Return 228

Statement of Change in Net Assets Attributable to Shareholders . . 228

Balance Sheet 229

Notes to the Financial Statements 230

Distribution Table 242

CONTENTS continued

WS CANLIFE PORTFOLIO V FUND

ACD's Report 244

 Important Information 244

 Investment Objective and Policy 244

 Additional Information 244

 Benchmark 245

 Portfolio Manager's Report 246

 Fund Information 248

 Portfolio Statement 253

 Summary of Material Portfolio Changes 255

FINANCIAL STATEMENTS

Statement of Total Return 256

Statement of Change in Net Assets Attributable to Shareholders 256

Balance Sheet 257

Notes to the Financial Statements 258

Distribution Table 270

CONTENTS continued

WS CANLIFE PORTFOLIO VI FUND

ACD’s Report 272

 Important Information 272

 Investment Objective and Policy 272

 Additional Information 272

 Benchmark 273

 Portfolio Manager’s Report 274

 Fund Information 276

 Portfolio Statement 281

 Summary of Material Portfolio Changes 283

FINANCIAL STATEMENTS

Statement of Total Return 284

Statement of Change in Net Assets Attributable to Shareholders . . 284

Balance Sheet 285

Notes to the Financial Statements 286

Distribution Table 297

CONTENTS continued

WS CANLIFE PORTFOLIO VII FUND

ACD’s Report 299

 Important Information 299

 Investment Objective and Policy 299

 Additional Information 299

 Benchmark 300

 Portfolio Manager’s Report 301

 Fund Information 303

 Portfolio Statement 308

 Summary of Material Portfolio Changes 310

FINANCIAL STATEMENTS

Statement of Total Return 311

Statement of Change in Net Assets Attributable to Shareholders . . 311

Balance Sheet 312

Notes to the Financial Statements 313

Distribution Table 324

General Information 326

ACD'S REPORT

for the year ended 15 October 2023

Authorised Status

WS Canada Life Investments Fund II ('the Company') is an investment company with variable capital incorporated in England and Wales under registered number IC000980 and authorised by the Financial Conduct Authority with effect from 21 November 2013. The Company has an unlimited duration.

Shareholders are not liable for the debts of the Company. Shareholders are not liable to make any further payment to the Company after they have paid the price on purchase of the shares.

The Company is a Non-UCITS Retail Scheme. The base currency of the Company and each sub-fund is pounds sterling.

The AIFM is the legal person appointed on behalf of the Company and which (through this appointment) is responsible for managing the Company in accordance with the AIFM Directive and The Alternative Investment Fund Managers Regulations 2013. This role is performed by the ACD and references to the ACD in this Annual Report and Financial Statements include the AIFM as applicable.

ACD's Statement

Economic Uncertainty

Whilst the outbreak of COVID-19 in March 2020 now seems a distant memory, Russia's incursion into Ukraine in February 2022 remains an unresolved conflict, that has led to inflationary pressures globally. Add to this the recent Israeli-Hamas conflict and we are faced with consequences in both the domestic and global economy. Significant increases in the prices of energy and commodities have reverberated around the world, leading to many countries seeing inflation rates at levels not seen for many years. To curb the increase in inflation, many nations' central banks have, over recent times, been progressively increasing interest rates. It appears we may be close to the peak of interest rates as inflation appears, in most economies, to be heading in a downward trajectory. What is not clear at this time is whether the consequences of these events will culminate in local, or even a global, recession or whether a 'soft-landing' is attainable.

Important Information

With effect from 12 December 2022, the following changes were made:

- The LF Canlife Managed 0%-35% Fund changed its name to the LF Canlife Diversified Risk Managed III Fund;
- The LF Canlife Managed 20%-60% Fund changed its name to the LF Canlife Diversified Risk Managed IV Fund;
- Amendments were made to the wording of the Investment Objective and Policy of the LF Canlife Diversified Risk Managed III Fund and the LF Canlife Diversified Risk Managed IV Fund; and
- A new sub-fund, the LF Canlife Diversified Risk Managed V Fund, was launched.

ACD'S REPORT continued

Important Information continued

With effect from 24 February 2023, a new sub-fund, the LF Canlife Diversified Risk Managed VI Fund was launched. Following a scheme of arrangement, the property of the LF Canlife Managed 40%-85% Fund (a sub-fund of LF Canada Life Investments Fund) was received by the sub-fund.

With effect from 9 October 2023, the following changes occurred:

- The ACD of the Company changed to Waystone Management (UK) Limited ('WMUK');
- In addition to the sub-funds' name changes with 'WS' replacing 'LF', the Company name changed to WS Canada Life Investments Fund II;
- The head office and registered office of the Company changed to 2nd floor, 20-22 Bedford Row, Holborn, London WC1R 4EB; and
- The website for the publication of prices and obtaining documents of the Company changed to www.waystone.com.

Cross Holdings

No sub-funds had holdings in any other sub-fund of the Company at the end of the year.

Remuneration Disclosure

On 9 October 2023, i.e. after the accounting period for which these report and accounts are being prepared, the ACD of the Company changed. These report and accounts are being produced by the Company's current ACD and the disclosures below relate to the most recent period for which audited information in respect of the current ACD is available, being the year ended 31 December 2022.

Investors' attention is drawn to the following:

1. The remuneration arising in respect of the accounting period for which these report and accounts are being prepared related to the Company's previous ACD. We understand that the previous ACD discloses information in respect of that remuneration on its website.
2. The change of ACD was part of a wider corporate transaction whereby substantially all the previous ACD's Funds were transferred to the current ACD. As a result circa £83 billion of funds under management were transferred to the current ACD. The effects of this transaction in terms of remuneration will be reported to investors in due course once more recent audited accounts for the current ACD are available.

ACD'S REPORT continued

Remuneration Disclosure continued

REMUNERATION

The ACD is subject to a remuneration policy which is consistent with the principles outlined in the European Securities and Markets Authority guidelines on sound remuneration policies under the Directive.

The fixed remuneration paid by the ACD to its staff in respect of all funds that it manages in the year ended 31 December 2022 was £823,929 and was shared amongst 12 members of staff (31.12.21: £751,344; 12 members of staff). The fixed remuneration paid by the ACD to the Remuneration Code Staff for the year ended 31 December 2022 was £292,500, shared amongst 3 employees. All 12 ACD staff members were fully or partially involved in the activities of the Company's. The ACD did not pay any variable remuneration. The ACD staff remuneration is established with reference to the market remuneration of each equivalent position and is not linked to the performance of the Company or any other alternative investment fund the ACD is the AIFM of. None of the ACD's staff actions had a material impact on the risk profile of the Company.

Securities Financing Transactions

The Company has the ability to utilise Securities Financing Transactions (being transactions such as lending or borrowing of securities, repurchase or reverse repurchase transactions, buy-sell back or sell-buy back transactions, or margin lending transactions). No such transactions have been undertaken in the period covered by this report for the sub-funds other than the WS Canlife Diversified Monthly Income Fund.

The following table details the value of securities on loan for the WS Canlife Diversified Monthly Income Fund. Additionally there is an analysis of the maturity tenor of the associated collateral received, as at the balance sheet date, split between counterparty borrower:

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

Counterparty Borrower and Collateral Type Received	Country of Incorporation	Total Securities on Loan £'000
Barclays Bank Plc	UK	11
Citigroup Global Markets Ltd	UK	567
JP Morgan Securities Plc	UK	354
Morgan Stanley & Co International Plc	UK	185
The Bank of Nova Scotia	Canada	247
UBS AG	Switzerland	407
Total		<u>1,771</u>

ACD'S REPORT continued

Securities Financing Transactions continued

Maturity Tenor of Collateral	1 to 7 days £'000	8 to 30 days £'000	31 to 90 days £'000	91 to 365 days £'000	More than 365 days £'000	Open £'000	Total Collateral £'000
OECD Government rated A and above and Supra- Nationals Bonds	-	10	13	112	1,204	-	1,339
Recognised Equity Index	-	-	-	-	-	583	583
Total	-	10	13	112	1,204	583	1,922

Currency of Collateral	Total Collateral	Collateral by Settlement	Total Collateral	
			Triparty £'000	Bilateral £'000
AUD	137			
CAD	3			
CHF	42			
DKK	270			
EUR	470	Barclays Bank Plc	12	-
GBP	271	Citigroup Global Markets Ltd	609	-
JPY	11	JP Morgan Securities Plc	391	-
		Morgan Stanley & Co		
NOK	109	International Plc	200	-
SEK	39	The Bank of Nova Scotia	271	-
USD	570	UBS AG	439	-
Total	1,922	Total	1,922	-

The total value of securities on loan as a proportion of the Fund's Net Asset Value, as at the balance sheet date, is 3.97% (15.10.22: 3.32%).

The total value of securities on loan as a proportion of the Fund's total lendable assets, as at the balance sheet date, is 4.13% (15.10.22: 3.43%). Total lendable assets represents the aggregate value of asset type forming part of the Fund's securities lending programme.

The gross earnings and the fees for the year are £5,000 and £1,000 respectively (15.10.22: £3,000 and £1,000 respectively).

ACD'S REPORT continued

Task Force on Climate-related Financial Disclosures ('TCFD')

In accordance with current Financial Conduct Authority rules, the ACD is required to publish its own TCFD report and that of each fund. The report can be found at TCFD Reporting (fundsolutions.net/tcf-d-reporting) and the report of the sub-funds of the Company can be found at <https://www.fundsolutions.net/uk/canada-life-asset-management-limited/ws-canada-life-investments-fund-ii/>.

Prior to accessing the report of the sub-funds of the Company there is a link to the 'TCFD Reporting Guide' which provides an explanation of the TCFD report.

Value Assessment

In accordance with current Financial Conduct Authority rules, the ACD is required to carry out an annual assessment on whether the Company provides value to investors. The outcome of the latest assessment is available on the ACD's website.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canada Life Investments Fund II
31 January 2024

DIRECTOR'S STATEMENT

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook and the Investment Funds Sourcebook, as applicable, as issued and amended by the Financial Conduct Authority together with the relevant provisions of the Alternative Investment Fund Manager's Directive and modified by a direction given by the Financial Conduct Authority where the ACD has opted to provide a NURS KII Document, a Key Investor Information Document for Non-UCITS Retail Schemes.

K.J. MIDL

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canada Life Investments Fund II

31 January 2024

STATEMENT OF ACD'S RESPONSIBILITIES

The Collective Investment Schemes Sourcebook published by the Financial Conduct Authority ('the COLL Sourcebook') and the Investment Funds Sourcebook (the 'FUND Sourcebook'), as applicable, requires the ACD to prepare financial statements for each annual accounting year which give a true and fair view of the financial position of the Company, comprising each of its sub-funds and of the net revenue/expense and net capital gains/losses on the property of the Company's sub-funds for the year.

In preparing the financial statements the ACD is responsible for:

- selecting suitable accounting policies and then applying them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Association in May 2014;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Company and its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to wind up the Company or its sub-funds or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

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

STATEMENT OF DEPOSITARY'S RESPONSIBILITIES

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook and, from 22 July 2014, the Investment Funds Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together 'the Regulations'), the Company's Instrument of Incorporation and Prospectus (together 'the Scheme documents') as summarised below.

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

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

The Depositary must ensure that:

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

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

REPORT OF THE DEPOSITARY

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

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

THE BANK OF NEW YORK MELLON (INTERNATIONAL) LIMITED

Depositary of WS Canada Life Investments Fund II
31 January 2024

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WS CANADA LIFE INVESTMENTS FUND II

Opinion

We have audited the financial statements of WS Canada Life Investments Fund II ('the Company') comprising each of its sub-funds for the year ended 15 October 2023, which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Shareholders, the Balance Sheet, the related notes and the Distribution Tables for each sub-fund, and the accounting policies of the Company set out on pages 25 to 38, which include a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company comprising each of its sub-funds as at 15 October 2023 and of the net revenue and the net capital gains/losses on the scheme property of the Company comprising each of its sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the FRC) Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Conclusions Relating to Going Concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of 12 months from when the financial statements are authorised for issue.

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

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WS CANADA LIFE INVESTMENTS FUND II continued

Other Information

The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. The ACD is responsible for the other information contained within the Annual Report.

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

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

We have nothing to report in this regard.

Opinions on Other Matters Prescribed by the Rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (the 'FCA')

In our opinion:

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

Matters on Which We Are Required to Report by Exception

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

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

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WS CANADA LIFE INVESTMENTS FUND II continued

Responsibilities of the ACD

As explained more fully in the ACD's responsibilities statement set out on page 18, the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the ACD is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the ACD either intends to wind up or terminate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

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

Explanation as to What Extent the Audit Was Considered Capable of Detecting Irregularities, Including Fraud

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

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are United Kingdom Generally Accepted Accounting Practice (UK GAAP), Investment Management Association's Statement of Recommended Practice (IMA SORP), the FCA Collective Investment Schemes Sourcebook, the OEIC Regulations, the Company's Instrument of Incorporation and the Prospectus.
- We understood how the Company is complying with those frameworks through discussions with the ACD and the Company's administrator and a review of the Company's documented policies and procedures.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WS CANADA LIFE INVESTMENTS FUND II continued

- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override, specifically management's propensity to influence revenue and amounts available for distribution. We identified a fraud risk in relation to the incomplete or inaccurate income recognition through incorrect classification of special dividends and the resulting impact to amounts available for distribution. We tested the appropriateness of management's classification of material special dividends as either a capital or revenue return.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the ACD with respect to the application of the documented policies and procedures and review of the financial statements to test compliance with the reporting requirements of the Company.
- Due to the regulated nature of the Company, the Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities to identify non-compliance with the applicable laws and regulations.

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

Use of Our Report

This report is made solely to the Company's shareholders, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

ERNST & YOUNG LLP

Statutory Auditor
Edinburgh
1 February 2024

ACCOUNTING AND DISTRIBUTION POLICIES

for the year ended 15 October 2023

1. Accounting Policies

The principal accounting policies, which have been applied to the financial statements of the sub-funds in both the current and prior year, are set out below. These have been applied consistently across all sub-funds unless otherwise stated in the Notes to the Financial Statements of each sub-fund.

(A) BASIS OF ACCOUNTING

The financial statements of each sub-fund have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. The financial statements have been prepared in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of UK Authorised Funds issued by the Investment Association ('IA') in May 2014, as amended.

These financial statements are prepared on a going concern basis. The ACD has made an assessment of each sub-fund's ability to continue as a going concern, and is satisfied they have the resources to continue in business for the foreseeable future and is not aware of any material uncertainties that may cast significant doubt on this assessment. This assessment is made as at the date of issue of these financial statements, covering the subsequent 12 months, and considers liquidity, declines in global capital markets, known redemption levels and key service provider's operational resilience. The ACD also considered each sub-fund's continued ability to meet ongoing costs, and is satisfied they have the resources to meet these costs and to continue in business.

(B) RECOGNITION OF REVENUE

Dividends on quoted equities and preference shares are recognised when the securities are quoted ex-dividend.

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

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

Reportable income from funds with 'reporting fund' status for UK tax purposes is recognised when the information is made available by the reporting fund.

Revenue received from tax transparent funds is recognised when the information is made available by the reporting fund.

Revenue on debt securities is accounted for on an effective yield basis.

Rebates of Annual Management Charges (AMC rebates) from underlying investments are accounted for on an accruals basis and are recognised as revenue, or capital in line with the allocation of the Annual Management Charge between capital and revenue of the underlying investments.

ACCOUNTING AND DISTRIBUTION POLICIES continued

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

Revenue is recognised gross of any withholding taxes but excludes attributable tax credits.

(C) TREATMENT OF EXPENSES

All expenses, except for those relating to the purchase and sale of investments, are charged initially against revenue.

Expenses incurred by tax transparent funds are recognised when the information is made available by the reporting fund.

(D) ALLOCATION OF REVENUE AND EXPENSES TO MULTIPLE SHARE CLASSES AND SUB-FUNDS

Any revenue or expense not directly attributable to a particular share class or sub-fund will normally be allocated pro-rata to the net assets of the relevant share classes and sub-funds, unless a different allocation method is deemed more appropriate by the ACD.

All share classes are ranked pari passu and have no particular rights or terms attached, including rights on winding up.

(E) TAXATION

Corporation tax is provided at 20% on taxable revenue, after deduction of allowable expenses.

Offshore income gains, from funds without reporting status, are liable to corporation tax at 20% and any resulting charge is deducted from capital.

Where overseas tax has been deducted from overseas revenue that tax can, in some instances, be set off against the corporation tax payable by way of double tax relief and where this is the case the offset is reflected in the tax charge.

Deferred tax is provided using the liability method on all timing differences arising on the treatment of certain items for taxation and accounting purposes, calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

(F) BASIS OF VALUATION OF INVESTMENTS

All investments are valued at their fair value as at close of business on the last business day of the financial year.

Quoted investments are valued at fair value which generally is the bid price, excluding any accrued interest in the case of debt securities. Accrued interest on debt securities is included in revenue.

ACCOUNTING AND DISTRIBUTION POLICIES continued

Collective investment schemes are valued at published bid prices for dual priced funds and at published prices for single priced funds.

(G) EXCHANGE RATES

The base and functional currency of the sub-funds is pounds sterling. Transactions in foreign currencies are recorded in sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the exchange rate prevailing at close of business on the last business day of the financial year.

(H) DILUTION LEVY

The ACD may require a dilution levy on the purchase and redemption of shares if, in its opinion, the existing shareholders (for purchases) or remaining shareholders (for redemptions) might otherwise be adversely affected. For example, the dilution levy may be charged in the following circumstances: where the scheme property of a sub-fund is in continual decline; on a sub-fund experiencing large levels of net purchases relative to its size; on 'large deals' (typically being a purchase or redemption of shares to a size exceeding 5% of the Net Asset Value of the relevant sub-fund); in any case where the ACD is of the opinion that the interests of existing or remaining shareholders require the imposition of a dilution levy.

(I) PORTFOLIO TRANSACTION COSTS

Direct transaction costs may consist of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Debt security investments have no separately identifiable transaction costs as they form part of the dealing spread. Indirect transaction costs may be incurred on transactions in underlying schemes but these do not form part of the direct transaction costs disclosures. Direct transaction costs do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. The average portfolio dealing spread disclosed is the difference between the bid and offer prices of investments at the balance sheet date, including the effect of foreign exchange, expressed as a percentage of the value determined by reference to the offer price.

2. Distribution Policies

Surplus revenue after expenses and taxation, as disclosed in the financial statements, after adjustment for items of a capital nature, is distributable to shareholders. Any deficit of revenue is deducted from capital.

Interim distributions may be made at the ACD's discretion. Final distributions are made in accordance with the COLL Sourcebook.

Distributions which have remained unclaimed by shareholders for more than six years are credited to the capital property of the sub-fund.

ACCOUNTING AND DISTRIBUTION POLICIES continued

The ordinary element of stock received in lieu of cash dividends is credited to capital in the first instance followed by a transfer to revenue of the cash equivalent being offered and this forms part of the distributable revenue of the Fund. In the case of an enhanced stock dividend, the value of the enhancement is treated as capital and does not form part of any distribution.

Special dividends are reviewed on a case by case basis in determining whether the dividend is to be treated as revenue or capital. Amounts recognised as revenue will form part of the distributable revenue. Amounts recognised as capital are deducted from the cost of the investment. The tax accounting treatment follows the treatment of the principal amount.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND ACD'S REPORT

for the year ended 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Monthly Income Fund ('the Fund') is to provide income monthly with the prospect for long term (at least 5 years) capital growth.

The investment policy of the Fund is to invest globally in the following asset classes: equities, debt securities (government, corporate bonds, convertibles and preference shares), cash, near cash, money market instruments, immovable property, infrastructure and commodities.

The Fund may gain exposure to the asset classes listed directly and indirectly by investing in other transferable securities, Real Estate Investment Trusts, Exchange Traded Funds and collective investment schemes (open and closed ended), which may include collective investment schemes managed or advised by the ACD, the Portfolio Manager or their associates. Exposure to immovable property, infrastructure and commodities will be indirect.

The Fund may not have exposure to all asset classes at all times.

The Fund's exposure to the following asset classes will be within the ranges stated:

Asset Class	Min %	Max %
Property	0	20
Equities	25	55
Government and Corporate Bonds	30	70

The Fund has no particular geographic focus.

The Portfolio Manager may employ derivatives for the purpose of efficient portfolio management.

Additional Information

The Portfolio Manager undertakes asset allocation with a particular focus on both valuation and yield. A review is undertaken at least quarterly which determines target weights for the asset classes (for example, whether government or corporate bonds are preferred and which regions are preferred).

At an individual security level the Portfolio Manager will consider investment in securities which in their opinion have a robust business model, a strong balance sheet and market share and the ability to provide stable and/or growing level of distribution.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Monthly Income Fund
31 January 2024

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2023

Market Overview

During the period under review, markets have continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation.

Headline inflation showed signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, which led to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Performance

The price of the C Income shares of the Fund increased by 6.27% in the twelve months to 15 October 2023. This compares with an increase of 5.65% in the Fund's benchmark, the IA Mixed Investment 20-60% Shares sector.

Fund Review

Throughout the period, we added to GBP corporate bond exposure in the portfolio. We did this where we saw considerable relative value, which emerged after the extreme reaction in the UK fixed income space to the later-abandoned economic plans of then-prime minister Liz Truss. These positions have been made possible by trimming smaller positions where we had lower conviction or the investment rationale fell away. We were also able to add more risk with some growth-focused global equities, including JP Morgan, Amazon and Cadence.

On a total return basis, the Fund's equity holdings were the biggest driver of returns, particularly in the technology and materials sectors. In North America, the market's tilt toward growth stocks favoured US technology company Broadcom and Apollo Global Management, while our UK equity holdings in the energy sector, such as BP and Shell, were boosted by higher oil prices.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here to stay for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

Portfolio Manager

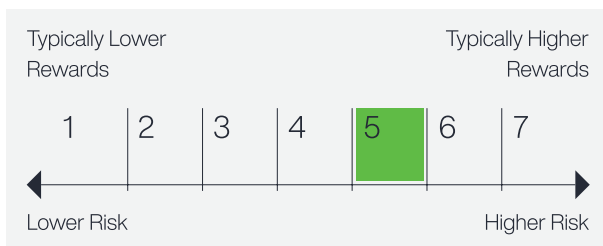
3 November 2023

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. As the Fund has less than 5 years' price history, this calculation incorporates the volatility of an appropriate benchmark index. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

During the year the indicator changed from 4 to 5. The Fund has been classed as 5 because its volatility has been measured as above average.

This indicator may not be a reliable indication of the future risk profile of this fund.

The risk and reward profile shown is not guaranteed to remain the same and may change over time.

Income Risk: The amount of income is not guaranteed. The Fund can only distribute income it has and there is no guarantee that income will be paid each month.

Charges to Capital Risk: As charges are taken from the Fund's capital, this will erode capital and may constrain capital growth.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

Property Fund Investment Risk: Property Funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, which may result in large and frequent price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	93.86	106.55	96.34
Return before operating charges*	7.47	(7.45)	15.47
Operating charges	(0.77)	(0.70)	(0.66)
Return after operating charges	6.70	(8.15)	14.81
Distributions	(4.53)	(4.54)	(4.60)
Closing net asset value per share	96.03	93.86	106.55
* after direct transaction costs of:	0.06	0.06	0.03

PERFORMANCE

Return after charges	7.14%	(7.65)%	15.37%
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OTHER INFORMATION

Closing net asset value (£'000)	4,587	2,306	18
Closing number of shares	4,777,048	2,456,920	16,513
Operating charges	0.78%	0.66% ¹	0.64% ¹
Direct transaction costs	0.05%	0.06%	0.03%

PRICES

Highest share price	104.32	110.91	108.67
Lowest share price	94.44	94.78	93.56

¹ As the Fund did not have significant investment in collective investment schemes, the operating charges did not take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end date weighted against the net asset value of the share class at that date.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	107.59	116.93	101.19
Return before operating charges*	8.54	(8.56)	16.46
Operating charges	(0.90)	(0.78)	(0.72)
Return after operating charges	7.64	(9.34)	15.74
Distributions	(5.29)	(5.06)	(4.92)
Retained distributions on accumulation shares	5.29	5.06	4.92
Closing net asset value per share	115.23	107.59	116.93
* after direct transaction costs of:	0.06	0.07	0.04

PERFORMANCE

Return after charges	7.10%	(7.99)%	15.55%
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OTHER INFORMATION

Closing net asset value (£'000)	2,790	628	26
Closing number of shares	2,421,027	583,593	22,547
Operating charges	0.78%	0.66% ¹	0.65% ¹
Direct transaction costs	0.05%	0.06%	0.03%

PRICES

Highest share price	120.72	122.03	117.91
Lowest share price	108.49	107.85	98.26

¹ As the Fund did not have significant investment in collective investment schemes, the operating charges did not take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end date weighted against the net asset value of the share class at that date.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	94.18	106.81	96.49
Return before operating charges*	7.48	(7.50)	15.47
Operating charges	(0.66)	(0.57)	(0.54)
Return after operating charges	6.82	(8.07)	14.93
Distributions	(4.54)	(4.56)	(4.61)
Closing net asset value per share	96.46	94.18	106.81
* after direct transaction costs of:	0.06	0.06	0.03

PERFORMANCE

Return after charges	7.24%	(7.56)%	15.47%
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OTHER INFORMATION

Closing net asset value (£'000)	5,919	1,308	473
Closing number of shares	6,136,103	1,389,009	442,500
Operating charges	0.66%	0.54% ¹	0.52% ¹
Direct transaction costs	0.05%	0.06%	0.03%

PRICES

Highest share price	104.72	111.21	108.95
Lowest share price	94.90	95.16	93.71

¹ As the Fund did not have significant investment in collective investment schemes, the operating charges did not take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end date weighted against the net asset value of the share class at that date.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	108.13	117.37	101.45
Return before operating charges*	8.57	(8.60)	16.49
Operating charges	(0.77)	(0.64)	(0.57)
Return after operating charges	7.80	(9.24)	15.92
Distributions	(5.32)	(5.09)	(4.94)
Retained distributions on accumulation shares	5.32	5.09	4.94
Closing net asset value per share	115.93	108.13	117.37
* after direct transaction costs of:	0.06	0.07	0.04

PERFORMANCE

Return after charges	7.21%	(7.87)%	15.69%
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OTHER INFORMATION

Closing net asset value (£'000)	31,309	28,939	31,411
Closing number of shares	27,006,584	26,762,074	26,762,074
Operating charges	0.66%	0.54% ¹	0.52% ¹
Direct transaction costs	0.05%	0.06%	0.03%

PRICES

Highest share price	121.37	122.52	118.35
Lowest share price	109.03	108.39	98.51

¹ As the Fund did not have significant investment in collective investment schemes, the operating charges did not take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end date weighted against the net asset value of the share class at that date.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2023 (%)

	1 year	3 years	Since launch¹
WS Canlife Diversified Monthly Income Fund	6.27	14.32	16.19
IA Mixed Investment 20-60% Shares sector ²	5.65	2.29	4.23

¹ Launch date: 28 June 2019.

² Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Income share with income reinvested.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 63 to 70.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

 Holding 	 Portfolio of Investments 	 Value £'000 	 15.10.23 %
	DEBT SECURITIES – 42.41% (15.10.22 – 35.72%)		
	GOVERNMENT BONDS – 0.83% (15.10.22 – 0.47%)		
\$445,000	US Treasury 0.75% Bonds 15/2/2042	370	0.83
	CORPORATE BONDS – 41.58% (15.10.22 – 35.25%)		
£500,000	AA BOND 8.45% 31/7/2050	502	1.13
\$400,000	Allianz 3.2% <i>floating rate notes Perpetual</i>	233	0.52
£475,000	America Movil 5.75% 28/6/2030	477	1.07
\$640,000	Amgen 5.6% 2/3/2043	488	1.09
\$450,000	Argentum Netherlands BV 5.625% 15/8/2052	346	0.78
£450,000	AT&T 7% 30/4/2040	469	1.05
£320,000	Aviva 6.125% <i>floating rate notes</i> 14/11/2036	317	0.71
€300,000	AXA 3.375% 6/7/2047	244	0.55
£600,000	Banco Santander 4.75% <i>floating rate notes</i> 30/8/2028	569	1.28
£400,000	Barclays 9.25% 15/6/2172	369	0.83
£440,000	Becton Dickinson 3.02% 24/5/2025	423	0.95
\$200,000	BMW US Capital 3.7% 1/4/2032	143	0.32
£400,000	BP Capital Markets 4.25% <i>Perpetual</i>	357	0.80
£200,000	Cheltenham & Gloucester 11.75% <i>Perpetual</i>	283	0.63
\$400,000	Cloverie 5.625% 24/6/2046	317	0.71
€400,000	CNP Assurances 4.75% <i>Perpetual</i>	313	0.70
\$370,000	Comcast 4.25% 15/1/2033	273	0.61
€400,000	Crédit Agricole Assurances 4.25% <i>floating rate notes</i> <i>Perpetual</i>	337	0.75
£500,000	Deutsche Bank 4% 24/6/2026	475	1.06
£280,000	Deutsche Telekom International Finance 7.625% 15/6/2030	314	0.70
£500,000	Diageo Finance 2.375% 8/6/2028	444	1.00
£470,000	Eastern Power Networks 6.25% 12/11/2036	484	1.09
£400,000	Électricité de France 6% <i>Perpetual</i>	370	0.83
£200,000	Gatwick Funding 4.375% 7/4/2026	184	0.41

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
£300,000	Gatwick Funding 6.125% 2/3/2028	300	0.67
£400,000	HSBC 6.75% 11/9/2028	402	0.90
\$450,000	ING 4.875% <i>Perpetual</i>	273	0.61
\$400,000	International Business Machines 4.15% 15/5/2039	267	0.60
€400,000	Intesa Sanpaolo 7.75% <i>Perpetual</i>	332	0.74
£383,869	Intu Metrocentre Finance 4.125% 6/12/2028	179	0.40
£465,000	John Lewis 4.25% 18/12/2034	291	0.65
\$460,000	JPMorgan Chase & Co 4.6% <i>Perpetual</i>	352	0.79
£375,000	M&G 5.625% 20/10/2051	330	0.74
£181,167	Marstons Issuer 1.88902% <i>floating rate notes</i> 15/10/2027	168	0.38
£235,846	Mitchells & Butlers Finance 6.013% 15/12/2030	217	0.49
£2,000	Nationwide Building Society 10.25% <i>floating rate</i> <i>notes Perpetual</i>	226	0.51
£300,000	NIE Finance 5.875% 1/12/2032	300	0.67
\$450,000	Nordea Bank ABP 6.125% <i>Perpetual</i>	356	0.80
£600,000	Pacific Life Global 5% 12/1/2028	583	1.31
£525,000	Phoenix 5.75% <i>Perpetual</i>	408	0.91
€200,000	Rabobank 4.875% <i>Perpetual</i>	142	0.32
£400,000	RENTOKIL 5% 27/6/2032	372	0.83
£250,000	RL Finance No. 4 4.875% 7/10/2049	181	0.40
£500,000	Southern Gas Network 4.875% 21/3/2029	480	1.08
£410,000	Statoil 6.125% 27/11/2028	422	0.95
€400,000	Telefonica Europe 4.375% <i>Perpetual</i>	339	0.76
£500,000	Total Capital International 1.66% 22/7/2026	456	1.02
£400,000	Toyota Motor Finance Netherlands BV 4.625% 8/6/2026	392	0.88
\$500,000	UBS Switzerland 7% <i>Perpetual</i>	407	0.91
\$300,000	Verizon Communications 5.25% 16/3/2037	228	0.51
\$400,000	Vodafone 6.25% 3/10/2078	324	0.73
€100,000	Volkswagen International Finance 3.748% <i>floating</i> <i>rate notes Perpetual</i>	75	0.17

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
€400,000	Volkswagen International Finance 3.748% <i>floating rate notes Perpetual</i>	299	0.67
£400,000	Weir 6.875% 14/6/2028	401	0.90
£300,000	Yorkshire Power Finance 7.25% 4/8/2028	315	0.71
	TOTAL CORPORATE BONDS	18,548	41.58
	TOTAL DEBT SECURITIES	18,918	42.41
	PREFERENCE SHARES – 0.00% (15.10.22 – 4.89%)	–	–
	EQUITIES – 51.85% (15.10.22 – 56.10%)		
	UNITED KINGDOM – 25.33% (15.10.22 – 30.64%)		
3,878	AstraZeneca	426	0.96
72,614	BAE Systems	784	1.76
13,295	Bellway	289	0.65
12,476	BlackRock Smaller Companies ¹	151	0.34
146,102	BP	800	1.79
176,925	Custodian REIT	149	0.33
41,959	Dunelm	426	0.96
259,285	Greencoat UK Wind ¹	343	0.77
185,064	Gresham House Energy Storage ¹	162	0.36
47,678	GSK	720	1.61
319,585	HICL Infrastructure ¹	387	0.87
76,802	HSBC	501	1.12
33,708	IG	210	0.47
348,138	International Public Partnership ¹	423	0.95
348,026	JLEN Environmental Assets ¹	330	0.74
61,561	Landsec	364	0.82
178,014	Legal & General	385	0.86
70,633	LondonMetric Property	121	0.27
247,512	LXI REIT	222	0.50
65,959	National Grid	646	1.45

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
23,826	Persimmon	241	0.54
62,500	Phoenix	290	0.65
179,592	Picton Property Income	119	0.27
327,601	Renewables Infrastructure ¹	332	0.74
38,278	Shell 'B'	1,042	2.34
22,625	St. James's Place Capital	145	0.33
240,618	Supermarket Income REIT	175	0.39
233,458	Tesco	643	1.44
11,895	Unilever	467	1.05
	TOTAL UNITED KINGDOM	11,293	25.33
	CONTINENTAL EUROPE – 3.62% (15.10.22 – 3.03%)		
8,740	BASF	317	0.71
4,110	CRH	195	0.44
584	LVMH Moët Hennessy Louis Vuitton	334	0.75
204,749	Real Estate Credit Investments ¹	265	0.59
4,347	Siemens	503	1.13
	TOTAL CONTINENTAL EUROPE	1,614	3.62
	NORTH AMERICA – 19.94% (15.10.22 – 17.06%)		
2,570	Amazon.com	275	0.62
16,282	Apollo Global Management	711	1.59
27,515	Ares Commercial Real Estate	210	0.47
3,177	Blackstone	272	0.61
1,173	Broadcom	853	1.91
2,659	Cadence Design Systems	548	1.23
23,550	Clearway Energy	398	0.89
14,124	Coca-Cola	615	1.38
12,599	Exchange Income	339	0.76
3,733	JPMorgan Chase & Co	455	1.02
18,757	Kinder Morgan	264	0.59
33,346	Ladder Capital REIT	271	0.61

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
5,253	Microsoft	1,418	3.18
21,308	OneMain	656	1.47
4,086	Paychex	397	0.89
19,624	Pfizer	519	1.16
25,997	Sixth Street Specialty Lending	428	0.96
17,288	Starwood Property REIT	268	0.60
	TOTAL NORTH AMERICA	8,897	19.94
	ASIA PACIFIC (EXCLUDING JAPAN) – 0.64% (15.10.22 – 0.49%)		
3,839	Taiwan Semiconductor Manufacturing ADS	286	0.64
	AUSTRALIA – 1.91% (15.10.22 – 2.02%)		
17,356	BHP	404	0.90
8,854	Rio Tinto	449	1.01
	TOTAL AUSTRALIA	853	1.91
	GLOBAL – 2.00% (15.10.22 – 2.86%)		
277,109	BBGI Global Infrastructure ¹	350	0.78
194,195	CQS New City High Yield ¹	94	0.21
351,609	Foresight Solar ¹	305	0.68
91,753	Invesco Bond Income Plus ¹	146	0.33
	TOTAL GLOBAL	895	2.00
	TOTAL EQUITIES	23,127	51.85
	MONEY MARKETS – 1.57% (15.10.22 – 0.00%)		
653,916	WS Canlife UK Sterling Liquidity ^{2,3}	700	1.57

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	Portfolio of investments	43,456	97.42
	Net other assets	1,149	2.58
	Net assets	<u>44,605</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are ordinary shares listed on a regulated market unless stated otherwise.

¹ Closed end fund.

² Collective investment scheme.

³ Related party holding (see note 12).

Definition:

ADS – American Depository Shares.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2023

Total purchases for the year £'000 (note 16)	18,430	Total sales for the year £'000 (note 16)	8,386
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
US Treasury 0.25% 30/9/2023	800	US Treasury 0.25% 30/9/2023	764
Apollo Global Management	643	Apollo Global Management	633
Pacific Life Global 5% 12/1/2028	598	Boston Scientific	574
Banco Santander 4.75% <i>floating rate</i> <i>notes</i> 30/8/2028	569	Becton Dickinson 3.02% 24/5/2025	472
Siemens	557	Broadcom	376
AA Bond 8.45% 31/7/2050	505	Severn Trent	363
Cadence Design Systems	502	Primary Health Properties REIT	351
Amgen 5.6% 2/3/2043	493	Danaher	333
Southern Gas Network 4.875% 21/3/2029	491	Aptiv	331
Eastern Power Networks 6.25% 12/11/2036	486	Stanley Black & Decker 4% 15/3/2060	325

In addition to the above, purchases totalling £700,000 were made in short term investments during the year. The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2023

	Notes	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Income:					
Net capital gains/(losses)	3		604		(4,171)
Revenue	4	2,149		1,636	
Expenses	5	(228)		(182)	
Interest payable and similar charges	7	(1)		(1)	
Net revenue before taxation		1,920		1,453	
Taxation	6	(233)		(149)	
Net revenue after taxation			1,687		1,304
Total return before distributions			2,291		(2,867)
Distributions	8		(1,871)		(1,453)
Change in net assets attributable to shareholders from investment activities			420		(4,320)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2023

	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Opening net assets attributable to shareholders		33,181		31,928
Amounts receivable on issue of shares	13,827		4,393	
Amounts payable on redemption of shares	(4,383)		(196)	
		9,444		4,197
Change in net assets attributable to shareholders from investment activities		420		(4,320)
Retained distributions on Accumulation shares		1,560		1,376
Closing net assets attributable to shareholders		44,605		33,181

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2023

	Notes	15.10.23 £'000	15.10.22 £'000
ASSETS			
Fixed assets			
Investments		43,456	32,088
Current assets			
Debtors	9	566	400
Cash and cash equivalents	10	916	949
Total assets		<u>44,938</u>	<u>33,437</u>
LIABILITIES			
Creditors			
Bank overdraft	10	-	(106)
Distribution payable	11	(97)	(38)
Other creditors	11	(236)	(112)
Total liabilities		<u>(333)</u>	<u>(256)</u>
Net assets attributable to shareholders		<u>44,605</u>	<u>33,181</u>

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current and prior year. The additional distribution policy described below has also been applied to this Fund.

All expenses are transferred to capital for distribution purposes in line with the Fund's investment objective. This will increase the amount of revenue available for distribution; however, will erode capital and may constrain capital growth.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the year comprise:

	15.10.23 £'000	15.10.22 £'000
Non-derivative securities	623	(4,177)
Transaction charges	(2)	(3)
Property gains on US REITs	10	-
Currency (losses)/gains	(27)	9
Net capital gains/(losses)	<u>604</u>	<u>(4,171)</u>

The net capital gains figure includes realised losses of £224,000 and unrealised losses of £1,485,000 (15.10.22: includes realised gains of £1,000,000 and unrealised losses of £2,305,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

4. Revenue

	15.10.23 £'000	15.10.22 £'000
Non-taxable dividends	1,028	975
US property dividends	69	42
UK property income distributions	110	55
Interest on debt securities	904	560
Bank interest	34	2
Stock lending revenue	4	2
Total revenue	<u>2,149</u>	<u>1,636</u>

5. Expenses

	15.10.23 £'000	15.10.22 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	160	128
Legal and professional fees	10	12
Typesetting costs	3	3
Registration fees	22	12
	195	155
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	15	12
Safe custody and other bank charges	6	2
	21	14
Other expenses:		
Audit fees	11	10
Legal and professional fees	1	3
	12	13
Total expenses	<u>228</u>	<u>182</u>

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

	15.10.23 £'000	15.10.22 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	179	97
Double tax relief	(11)	(8)
Overseas tax	65	59
Current tax charge	233	148
Deferred tax – origination and reversal of timing differences (note 6c)	–	1
Total taxation (note 6b)	233	149

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.22: 20%). The difference is explained below:

	15.10.23 £'000	15.10.22 £'000
Net revenue before taxation	1,920	1,453
Corporation tax at 20%	384	291
Effects of:		
Non-taxable dividends	(206)	(195)
Double tax relief	(12)	(10)
Capitalised income subject to tax	2	4
Corporation tax charge	168	90
Overseas tax	65	59
Total tax charge (note 6a)	233	149

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
c) Deferred tax		
Provision at the start of the year	1	–
Deferred tax charge in the year (note 6a)	–	1
Provision at the end of the year	<u>1</u>	<u>1</u>

7. Interest Payable and Similar Charges

	15.10.23 £'000	15.10.22 £'000
Interest payable	<u>1</u>	<u>1</u>
Total interest payable and similar charges	<u>1</u>	<u>1</u>

8. Distributions

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

	15.10.23 £'000	15.10.22 £'000
First Interim	96	83
Second Interim	97	82
Third Interim	114	98
Fourth Interim	114	82
Fifth Interim	120	83
Sixth Interim	246	185
Seventh Interim	126	89
Eighth Interim	130	89
Ninth Interim	295	219
Tenth Interim	128	92
Eleventh Interim	132	93
Final	<u>312</u>	<u>276</u>
	1,910	1,471

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Add: Revenue deducted on redemption of shares	17	1
Deduct: Revenue received on issue of shares	(56)	(19)
Net distributions for the year	<u>1,871</u>	<u>1,453</u>

Details of the distributions per share are set out in the table on pages 63 to 70.

	15.10.23 £'000	15.10.22 £'000
Distributions represented by:		
Net revenue after taxation	1,687	1,304
Allocations to capital:		
Expenses, net of tax relief	184	149
Net distributions for the year	<u>1,871</u>	<u>1,453</u>

9. Debtors

	15.10.23 £'000	15.10.22 £'000
Amounts receivable for issue of shares	52	87
Accrued revenue:		
Non-taxable dividends	108	78
Interest from debt securities	387	227
	495	305
Prepaid expenses	1	1
Taxation recoverable:		
Corporation tax refund	11	-
Overseas withholding tax	7	7
	18	7
Total debtors	<u>566</u>	<u>400</u>

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

10. Cash and Cash Equivalents

	15.10.23 £'000	15.10.22 £'000
Bank balances	916	949
Total cash and cash equivalents	916	949
Bank overdraft	-	106
Total bank overdraft	-	106

11. Creditors

	15.10.23 £'000	15.10.22 £'000
Distribution payable	97	38
Other Creditors		
Amounts payable for redemption of shares	13	-
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	22	5
Legal and professional fees	-	1
Typesetting costs	2	2
Registration fees	2	1
	26	9
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	1
Transaction charges	1	1
Safe custody and other bank charges	1	-
	4	2
Other expenses	13	10

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Taxation payable:		
Corporation tax	179	90
Deferred tax	1	1
	<u>180</u>	<u>91</u>
Total other creditors	<u>236</u>	<u>112</u>

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 46 and amounts due at the year end are disclosed in notes 9 and 11.

Canada Life Asset Management and its associates (including other authorised investment funds managed by Canada Life Asset Management or its associates) held 33,431,873 (15.10.22: 28,150,583) of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management and its associates 82.87% (15.10.22: 90.25%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000	15.10.22 £'000
Portfolio Manager and ACD in common	<u>700</u>	<u>-</u>

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.22: none).

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

14. Shares in Issue

	<u>C Income</u>	<u>C Accumulation</u>	<u>G Income</u>	<u>G Accumulation</u>
Annual Management Charge	0.50%	0.50%	0.375%	0.375%
Opening shares in issue	2,456,920	583,593	1,389,009	26,762,074
Issues	2,935,822	4,456,126	5,495,286	244,883
Redemptions	<u>(615,694)</u>	<u>(2,618,692)</u>	<u>(748,193)</u>	<u>(373)</u>
Closing shares in issue	<u>4,777,048</u>	<u>2,421,027</u>	<u>6,136,103</u>	<u>27,006,584</u>

15. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

The bond investments held are exposed to credit risk which reflects the ability of the issuer to meet its obligations. The ACD monitors the credit rating of bond holdings.

Credit Quality	15.10.23 %	15.10.22 %
Investment grade debt securities	34.16	25.33
Non-investment grade debt securities	6.70	7.72
Non-rated debt securities	1.55	2.67
Other investments	55.01	60.99
Net other assets	2.58	3.29
	<u>100.00</u>	<u>100.00</u>

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund takes on interest rate risk within its investment portfolio where the ACD and Portfolio Manager believe that the expected return compensates for the overall risk. The ACD and Portfolio Manager continue to monitor the level of direct interest rate risk posed by the Fund's underlying investments on a regular basis using the DV01 method. As at 15 October 2023, a one basis point change in the yield would have an impact of £9,000 (15.10.22: £6,000) on the direct net assets of the Fund.

The table below shows the direct interest rate risk profile:

	15.10.23 £'000	15.10.22 £'000
Floating rate investments	2,464	1,958
Fixed rate investments	16,694	10,126
Investments on which interest is not paid	<u>24,298</u>	<u>20,004</u>
Total investments	<u>43,456</u>	<u>32,088</u>

The floating rate investments comprise securities that earn interest at rates adjusted by changes in the UK Retail Prices Index (RPI) or its international equivalents and collective investment schemes that pay UK interest distributions.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

Investments on which interest is not paid include equities, collective investment schemes that don't pay UK interest.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and may not seek to hedge all foreign currency risk.

The table below shows the direct foreign currency risk profile:

	15.10.23 £'000	15.10.22 £'000
Currency:		
Canadian dollars	341	291
Euros	3,292	2,667
Swedish krona	–	207
US dollars	13,489	12,201
	<u>17,122</u>	<u>15,366</u>
Pounds sterling	27,483	17,815
Net assets	<u>44,605</u>	<u>33,181</u>

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £856,000 on the net assets of the Fund (15.10.22: £768,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 0.97:1 and leverage under the commitment method was 1:1 (15.10.22: 0.97:1 and 1:1 respectively).

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2023

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 61.69% of the portfolio can be liquidated within 5 days and 98.85% within 21 working days (15.10.22: 64.48% within 5 days and 98.05% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £2,173,000 (15.10.22: £1,604,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

16. Portfolio Transaction Costs

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	8,009	3	15	8,027
Collective investment schemes	1,050	-	3	1,053
Debt securities	9,350	-	-	9,350
Purchases total	<u>18,409</u>	<u>3</u>	<u>18</u>	<u>18,430</u>
Transaction cost % of purchases total		0.02%	0.10%	
Transaction cost % of average NAV		0.01%	0.04%	
Ordinary shares	5,728	(2)	-	5,726
Collective investment schemes	259	-	-	259
Debt securities	2,401	-	-	2,401
Sales total	<u>8,388</u>	<u>(2)</u>	<u>-</u>	<u>8,386</u>
Transaction cost % of sales total		0.02%	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.23 is nil (15.10.22: 0.55%).

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

15.10.22	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	3,808	1	13	3,822
Collective investment schemes	2,426	1	3	2,430
Debt securities	3,786	–	–	3,786
Purchases total	10,020	2	16	10,038
Transaction cost % of purchases total		0.02%	0.16%	
Transaction cost % of average NAV		0.01%	0.05%	
Ordinary shares	2,884	(1)	–	2,883
Collective investment schemes	285	–	–	285
Debt securities	1,743	–	–	1,743
Sales total	4,912	(1)	–	4,911
Transaction cost % of sales total		0.02%	–	
Transaction cost % of average NAV		–	–	

The collective investment schemes include closed end funds.

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

15.10.23	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	21,623	21,833	–	43,456
15.10.22	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	20,239	11,849	–	32,088

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

18. Securities Lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20%. The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit.

Collateral accepted is OECD Government Bonds rated A and above and Supra-Nationals bonds and equities from the following indices: FTSE 100 (United Kingdom), CAC40 (France), DAX 30 (Germany), SMI (Switzerland), AEX (Netherlands), Hang Seng (Hong Kong), Nikkei 225 (Japan) and S&P 500 (United States of America).

As at 15 October 2023, £42,842,000 (15.10.22: £32,080,000) of investments were subject to securities lending agreements and on behalf of the Fund £1,922,000 (15.10.22: £1,217,000) was held in collateral. The collateral is held 30.3% in debt securities and 69.7% in equity securities (15.10.22: debt securities 14.2% and equity securities 85.8%).

The gross earnings and the fees for the year are £5,000 and £1,000 respectively (15.10.22: £3,000 and £1,000 respectively).

The following table details the value of securities on loan at the year end and the value of the collateral held at the year end for the Fund, by counterparty.

Collateral by Settlement	Securities on loan at the year end £'000	Collateral held on behalf of the Fund at the year end £'000
Barclays Bank Plc	11	12
Citigroup Global Markets Ltd	567	609
JP Morgan Securities Plc	354	391
Morgan Stanley & Co International Plc	185	200
The Bank of Nova Scotia	247	271
UBS AG	407	439

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

19. Subsequent Events

As at 25 January 2024, the price of each of the Fund's share classes, compared to that at the balance sheet date, has moved as follows:

Share class	Balance sheet date	25.01.24	Movement
C Income	97.02	100.72	3.81%
C Accumulation	115.78	122.10	5.46%
G Income	97.52	101.22	3.79%
G Accumulation	116.49	122.88	5.49%

The increase in the prices is primarily due to favourable conditions. These accounts were approved on 31 January 2024.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	First Interim	Second Interim	Third Interim	Fourth Interim
From	16.10.22	16.11.22	16.12.22	16.01.23
To	15.11.22	15.12.22	15.01.23	15.02.23

Group 2	Fifth Interim	Sixth Interim	Seventh Interim	Eighth Interim
From	16.02.23	16.03.23	16.04.23	16.05.23
To	15.03.23	15.04.23	15.05.23	15.06.23

Group 2	Ninth Interim	Tenth Interim	Eleventh Interim	Final
From	16.06.23	16.07.23	16.08.23	16.09.23
To	15.07.23	15.08.23	15.09.23	15.10.23

C INCOME SHARES

First Interim	Net Revenue	Equalisation	Paid 15.01.23	Paid 15.01.22
Group 1	0.3054	–	0.3054	0.2884
Group 2	0.1638	0.1416	0.3054	0.2884

Second Interim	Net Revenue	Equalisation	Paid 15.02.23	Paid 15.02.22
Group 1	0.3055	–	0.3055	0.3055
Group 2	0.0787	0.2268	0.3055	0.3055

Third Interim	Net Revenue	Equalisation	Paid 15.03.23	Paid 15.03.22
Group 1	0.3400	–	0.3400	0.3200
Group 2	0.0539	0.2861	0.3400	0.3200

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE continued

Fourth Interim	Net Revenue	Equalisation	Paid 15.04.23	Paid 15.04.22
Group 1	0.3360	–	0.3360	0.3055
Group 2	0.0210	0.3150	0.3360	0.3055
Fifth Interim	Net Revenue	Equalisation	Paid 15.05.23	Paid 15.05.22
Group 1	0.3360	–	0.3360	0.3054
Group 2	–	0.3360	0.3360	0.3054
Sixth Interim	Net Revenue	Equalisation	Paid 15.06.23	Paid 15.06.22
Group 1	0.5200	–	0.5200	0.5000
Group 2	0.0558	0.4642	0.5200	0.5000
Seventh Interim	Net Revenue	Equalisation	Paid 15.07.23	Paid 15.07.22
Group 1	0.3360	–	0.3360	0.3055
Group 2	0.0638	0.2722	0.3360	0.3055
Eighth Interim	Net Revenue	Equalisation	Paid 15.08.23	Paid 15.08.22
Group 1	0.3360	–	0.3360	0.3055
Group 2	–	0.3360	0.3360	0.3055
Ninth Interim	Net Revenue	Equalisation	Paid 15.09.23	Paid 15.09.22
Group 1	0.5100	–	0.5100	0.6000
Group 2	0.0384	0.4716	0.5100	0.6000
Tenth Interim	Net Revenue	Equalisation	Paid 15.10.23	Paid 15.10.22
Group 1	0.3360	–	0.3360	0.3055
Group 2	0.1943	0.1417	0.3360	0.3055

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

Eleventh Interim	Net Revenue	Equalisation	Paid 15.11.23	Paid 15.11.22
Group 1	0.3360	–	0.3360	0.3055
Group 2	0.0248	0.3112	0.3360	0.3055

Final	Net Revenue	Equalisation	Payable 15.12.23	Paid 15.12.22
Group 1	0.5293	–	0.5293	0.6906
Group 2	0.1772	0.3521	0.5293	0.6906

C ACCUMULATION SHARES

First Interim	Net Revenue	Equalisation	Allocated 15.01.23	Allocated 15.01.22
Group 1	0.2979	–	0.2979	0.3009
Group 2	0.1568	0.1411	0.2979	0.3009

Second Interim	Net Revenue	Equalisation	Allocated 15.02.23	Allocated 15.02.22
Group 1	0.2980	–	0.2980	0.2980
Group 2	–	0.2980	0.2980	0.2980

Third Interim	Net Revenue	Equalisation	Allocated 15.03.23	Allocated 15.03.22
Group 1	0.3500	–	0.3500	0.3600
Group 2	–	0.3500	0.3500	0.3600

Fourth Interim	Net Revenue	Equalisation	Allocated 15.04.23	Allocated 15.04.22
Group 1	0.3278	–	0.3278	0.2980
Group 2	–	0.3278	0.3278	0.2980

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

	Net Revenue	Equalisation	Allocated 15.05.23	Allocated 15.05.22
Fifth Interim				
Group 1	0.3278	-	0.3278	0.2979
Group 2	-	0.3278	0.3278	0.2979
Sixth Interim				
Group 1	0.7000	-	0.7000	0.6500
Group 2	-	0.7000	0.7000	0.6500
Seventh Interim				
Group 1	0.3278	-	0.3278	0.2980
Group 2	-	0.3278	0.3278	0.2980
Eighth Interim				
Group 1	0.3278	-	0.3278	0.2980
Group 2	-	0.3278	0.3278	0.2980
Ninth Interim				
Group 1	0.8250	-	0.8250	0.7500
Group 2	-	0.8250	0.8250	0.7500
Tenth Interim				
Group 1	0.3278	-	0.3278	0.2980
Group 2	0.0739	0.2539	0.3278	0.2980
Eleventh Interim				
Group 1	0.3278	-	0.3278	0.2980
Group 2	-	0.3278	0.3278	0.2980

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	0.8481	–	0.8481	0.9161
Group 2	0.1593	0.6888	0.8481	0.9161

G INCOME SHARES

First Interim	Net Revenue	Equalisation	Paid 15.01.23	Paid 15.01.22
Group 1	0.2998	–	0.2998	0.2868
Group 2	0.1568	0.1430	0.2998	0.2868

Second Interim	Net Revenue	Equalisation	Paid 15.02.23	Paid 15.02.22
Group 1	0.2998	–	0.2998	0.2998
Group 2	0.1503	0.1495	0.2998	0.2998

Third Interim	Net Revenue	Equalisation	Paid 15.03.23	Paid 15.03.22
Group 1	0.3400	–	0.3400	0.3200
Group 2	0.0627	0.2773	0.3400	0.3200

Fourth Interim	Net Revenue	Equalisation	Paid 15.04.23	Paid 15.04.22
Group 1	0.3298	–	0.3298	0.2998
Group 2	0.3298	0.0000	0.3298	0.2998

Fifth Interim	Net Revenue	Equalisation	Paid 15.05.23	Paid 15.05.22
Group 1	0.3298	–	0.3298	0.2998
Group 2	–	0.3298	0.3298	0.2998

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

	Net Revenue	Equalisation	Paid 15.06.23	Paid 15.06.22
Sixth Interim				
Group 1	0.5200	–	0.5200	0.5000
Group 2	0.1617	0.3583	0.5200	0.5000
Seventh Interim				
Group 1	0.3298	–	0.3298	0.2998
Group 2	–	0.3298	0.3298	0.2998
Eighth Interim				
Group 1	0.3298	–	0.3298	0.2998
Group 2	–	0.3298	0.3298	0.2998
Ninth Interim				
Group 1	0.5100	–	0.5100	0.6000
Group 2	0.1279	0.3821	0.5100	0.6000
Tenth Interim				
Group 1	0.3298	–	0.3298	0.2998
Group 2	0.0186	0.3112	0.3298	0.2998
Eleventh Interim				
Group 1	0.3298	–	0.3298	0.2998
Group 2	0.0169	0.3129	0.3298	0.2998
Final				
Group 1	0.5951	–	0.5951	0.7496
Group 2	0.1413	0.4538	0.5951	0.7496

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

First Interim	Net Revenue	Equalisation	Allocated 15.01.23	Allocated 15.01.22
Group 1	0.3021	–	0.3021	0.3051
Group 2	0.3021	0.0000	0.3021	0.3051
Second Interim	Net Revenue	Equalisation	Allocated 15.02.23	Allocated 15.02.22
Group 1	0.3021	–	0.3021	0.3021
Group 2	0.3021	0.0000	0.3021	0.3021
Third Interim	Net Revenue	Equalisation	Allocated 15.03.23	Allocated 15.03.22
Group 1	0.3500	–	0.3500	0.3600
Group 2	0.3500	0.0000	0.3500	0.3600
Fourth Interim	Net Revenue	Equalisation	Allocated 15.04.23	Allocated 15.04.22
Group 1	0.3323	–	0.3323	0.3021
Group 2	0.3323	0.0000	0.3323	0.3021
Fifth Interim	Net Revenue	Equalisation	Allocated 15.05.23	Allocated 15.05.22
Group 1	0.3323	–	0.3323	0.3021
Group 2	0.3323	0.0000	0.3323	0.3021
Sixth Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.7000	–	0.7000	0.6500
Group 2	0.7000	0.0000	0.7000	0.6500

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

	Net Revenue	Equalisation	Allocated 15.07.23	Allocated 15.07.22
Seventh Interim				
Group 1	0.3323	–	0.3323	0.3021
Group 2	0.3323	0.0000	0.3323	0.3021
Eighth Interim				
Group 1	0.3323	–	0.3323	0.3021
Group 2	0.3323	0.0000	0.3323	0.3021
Ninth Interim				
Group 1	0.8250	–	0.8250	0.7500
Group 2	0.8250	0.0000	0.8250	0.7500
Tenth Interim				
Group 1	0.3323	–	0.3323	0.3021
Group 2	0.0723	0.2600	0.3323	0.3021
Eleventh Interim				
Group 1	0.3323	–	0.3323	0.3021
Group 2	–	0.3323	0.3323	0.3021
Final				
Group 1	0.8463	–	0.8463	0.9105
Group 2	0.2999	0.5464	0.8463	0.9105

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT

for the year ended 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Risk Managed III Fund ('the Fund') is to achieve capital growth and income over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain within a defined risk profile with defined volatility parameters. The Fund will seek to remain in risk profile 3 on a scale of 1 to 10, where 1 is the lowest risk profile and 10 is the highest risk profile.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

For further information on the approach to risk for this Fund please refer to the Approach to Risk document on the ACD's website: www.waystone.com.

The Fund aims to invest in the following assets: debt (including government and public securities, corporate bonds), equities (including shares of companies, equity related securities such as depositary receipts, equity infrastructure, equity warrants), cash (including deposits, money market instruments) and alternative investments (including immovable property, property related securities).

The asset mix of the Fund is tailored to its risk profile (which is provided by an external risk provider). At least 45% of the Fund's assets by value will be exposed to lower risk assets such as fixed income assets and cash. The Fund's exposure to equities can be between 0% to 40% of the assets by value and the exposure to alternative investments will be no more than 10% of the assets by value. The capital growth of the Fund is dictated by the limits of the risk profile. The Fund may not always have exposure to all asset classes at all times and the Portfolio Manager may operate outside of the limits to ensure the risk profile of the Fund is adhered to.

The Fund will invest at least 90% of the assets by value indirectly and will gain exposure to the above asset classes by investing in collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (including Exchange Traded Funds) as well as closed end funds (including Investment Trusts and REITS). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% of the assets by value directly in permitted transferable securities to gain exposure to the above asset classes.

The Fund can invest, directly or indirectly, in securities issued by non-UK domiciled entities denominated in Sterling or non-Sterling. The Fund will typically invest in sterling denominated assets which in turn may have exposure to non-Sterling denominated currency.

There is no limit to the Fund's exposure to any sector or geographic area.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued

Investment Objective and Policy continued

The exposures limits referenced above will not apply under extraordinary market conditions or a sustained period of changes to the historic norms that are used to model the exposure limits, in which circumstances the Fund may invest in asset classes in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash, deposits, treasury bills, government and public securities and/or short term money market instruments or have substantial holding in cash and cash equivalents. In these circumstances the capital growth of the Fund may be constrained.

Additional Information

The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The asset mix is diversified and adjusted regularly with the aim of keeping the Fund within risk profile 3 on a scale of 1 to 10. The Fund's risk profile is managed by varying the weighting of the asset types that are indirectly held in the Fund.

Strategic Asset Allocation ('SAA') provides a reference SAA for the Fund. Based on the SAA, the Portfolio Manager constructs a diversified, actively managed portfolio.

The Portfolio Manager may position the portfolio away from the SAA on a medium to long term basis, or to capture opportunities presented by shorter term market movements ("tactical asset allocation"). In such instances the allocation of the portfolio will be kept consistent with achieving the Fund's objective.

The Portfolio Manager's views of the economic environment along with the absolute and relative risk-adjusted attractions of different asset classes is used to determine the mix of assets to invest in to achieve the Fund's objective.

The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the SAA and to take advantage of tactical investment opportunities.

Other information: The Fund's objective to stay within its specified risk profile may restrict the type and proportions of the assets it holds and limit the potential gains and losses.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 0-35% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 0-35% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Risk Managed III Fund
31 January 2024

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT for the year ended 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 5.94% in the twelve months to 15 October 2023. This compares with an increase of 4.10% in the Fund's benchmark, the IA Mixed Investment 0-35% Shares sector.

Fund Review

Bonds – primarily exposure to UK corporate bonds – contributed overall to absolute returns during what was a volatile period for the asset class.

The equity portion of the portfolio also contributed positively, benefiting from strong performance in the UK, US, Europe and Japan. Cash holdings also contributed positively to returns as interest rates went higher due to the inflationary environment.

The Fund's exposure to property weighed heavily on returns, as the main holding – a UK property fund – struggled during a challenging environment for the asset class.

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

Portfolio Manager

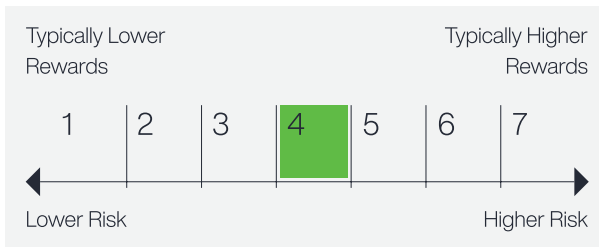
3 November 2023

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	97.53	108.42	102.37
Return before operating charges*	7.04	(8.98)	7.95
Operating charges ¹	(1.59)	(1.72)	(1.69)
Property expenses	(0.11)	(0.19)	(0.21)
Return after operating charges	5.34	(10.89)	6.05
Distributions	(1.39)	(1.17)	(1.11)
Retained distributions on accumulation shares	1.39	1.17	1.11
Closing net asset value per share	102.87	97.53	108.42
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	5.48%	(10.04)%	5.91%
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OTHER INFORMATION

Closing net asset value (£'000)	15,040	15,534	20,459
Closing number of shares	14,620,414	15,927,388	18,871,160
Operating charges ¹	1.54%	1.62%	1.58%
Property expenses	0.11%	0.18%	0.20%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	106.39	110.21	109.88
Lowest share price	97.70	95.98	101.00

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	89.77	101.01	96.37
Return before operating charges*	6.33	(8.51)	7.32
Operating charges ¹	(0.69)	(0.81)	(0.78)
Property expenses	(0.10)	(0.18)	(0.20)
Return after operating charges	5.54	(9.50)	6.34
Distributions	(1.89)	(1.74)	(1.70)
Closing net asset value per share	93.42	89.77	101.01
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	6.17%	(9.41)%	6.58%
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OTHER INFORMATION

Closing net asset value (£'000)	144	107	133
Closing number of shares	153,952	119,434	131,571
Operating charges ¹	0.73%	0.82%	0.78%
Property expenses	0.11%	0.18%	0.20%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	98.17	102.80	103.36
Lowest share price	89.93	89.37	95.12

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	101.26	111.84	104.93
Return before operating charges*	7.14	(9.48)	7.99
Operating charges ¹	(0.79)	(0.90)	(0.86)
Property expenses	(0.12)	(0.20)	(0.22)
Return after operating charges	6.23	(10.58)	6.91
Distributions	(2.14)	(1.93)	(1.86)
Retained distributions on accumulation shares	2.14	1.93	1.86
Closing net asset value per share	107.49	101.26	111.84
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	6.15%	(9.46)%	6.59%
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OTHER INFORMATION

Closing net asset value (£'000)	2,249	2,320	3,234
Closing number of shares	2,092,062	2,290,766	2,891,386
Operating charges ¹	0.74%	0.82%	0.78%
Property expenses	0.11%	0.18%	0.20%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	110.73	113.83	113.23
Lowest share price	101.44	99.64	103.57

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	101.43	111.97	104.98
Return before operating charges*	7.11	(9.52)	7.99
Operating charges ¹	(0.68)	(0.82)	(0.78)
Property expenses	(0.12)	(0.20)	(0.22)
Return after operating charges	6.31	(10.54)	6.99
Distributions	(2.21)	(2.00)	(1.94)
Retained distributions on accumulation shares	2.21	2.00	1.94
Closing net asset value per share	107.74	101.43	111.97
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	6.22%	(9.41)%	6.66%
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OTHER INFORMATION

Closing net asset value (£'000)	131,015	6,416	7,647
Closing number of shares	121,604,982	6,325,853	6,829,942
Operating charges ¹	0.63%	0.74%	0.71%
Property expenses	0.11%	0.18%	0.20%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	110.94	113.97	113.33
Lowest share price	101.61	99.81	103.62

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2023 (%)

	1 year	3 years	5 years
WS Canlife Diversified Risk Managed III Fund	5.94	2.45	3.74
IA Mixed Investment 0-35% Shares sector ¹	4.10	(4.39)	3.59

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 98 and 99.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 55.96% (15.10.22 – 60.63%)		
208,990	Amundi Index J.P. Morgan GBI Global Govies	8,836	5.95
111,028	iShares £ Index-Linked Gilts UCITS ETF	1,413	0.95
1,483,619	iShares \$ Treasury Bond UCITS ETF GBP Hedged	6,091	4.10
566,234	iShares Core UK Gilts UCITS ETF	5,651	3.81
8,765,812	WS Canlife Corporate Bond ¹	22,490	15.15
6,069,027	WS Canlife Global Macro Bond ¹	7,615	5.13
13,145,269	WS Canlife Short Duration Corporate Bond ¹	13,851	9.33
6,536,987	WS Canlife Sterling Short Term Bond ¹	6,796	4.58
106,182	Vanguard Global Corporate Bond Index	10,331	6.96
	TOTAL FIXED INTEREST	83,074	55.96
	EQUITIES – 30.99% (15.10.22 – 25.06%)		
186,822	Amundi Prime Japan UCITS ETF	4,003	2.70
1,776,462	iShares Continental European Equity Index (UK)	5,865	3.95
852,261	iShares Emerging Markets Equity Index (UK)	1,548	1.04
13,576	SPDR S&P 500 UCITS ETF	4,842	3.26
176,862	WS Canlife Asia Pacific ¹	2,556	1.72
515,444	WS Canlife North American ¹	13,217	8.91
1,965,624	WS Canlife UK Equity Income ¹	13,971	9.41
	TOTAL EQUITIES	46,002	30.99
	UK PROPERTY – 7.12% (15.10.22 – 10.63%)		
11,933,912	WS Canlife UK Property ACS ¹	10,569	7.12
	MONEY MARKETS – 5.62% (15.10.22 – 3.66%)		
7,788,939	WS Canlife UK Sterling Liquidity ¹	8,343	5.62

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	Portfolio of investments	147,988	99.69
	Net other assets	460	0.31
	Net assets	<u>148,448</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 11).

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2023

Total purchases for the year £'000 (note 15)	161,912	Total sales for the year £'000 (note 15)	46,975
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
WS Canlife Corporate Bond	22,189	WS Canlife UK Equity Income	10,266
WS Canlife UK Equity Income	17,542	WS Canlife Corporate Bond	5,494
WS Canlife Short Duration Corporate Bond	13,349	WS Canlife Short Duration Corporate Bond	5,311
WS Canlife North American	13,007	iShares Core UK Gilts UCITS ETF	4,771
Vanguard Global Corporate Bond Index	11,398	SPDR S&P 500 UCITS ETF	2,991
Amundi Index J.P. Morgan GBI Global Govies	9,908	iShares \$ Treasury Bond UCITS ETF GBP Hedged	1,848
WS Canlife UK Property ACS	9,707	WS Canlife Global Macro Bond	1,734
WS Canlife Global Macro Bond	9,650	iShares Mid Cap UK Equity Index (UK)	1,625
iShares Core UK Gilts UCITS ETF	9,499	Xtrackers Russell 2000 UCITS ETF	1,506
iShares \$ Treasury Bond UCITS ETF GBP Hedged	7,844	WS Canlife Sterling Short Term Bond	1,498

In addition to the above, purchases totalling £14,572,000 and sales totalling £7,472,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2023

	Notes	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Income:					
Net capital losses	3		(819)		(3,099)
Revenue	4	3,016		786	
Expenses	5	(766)		(378)	
Net revenue before taxation		2,250		408	
Taxation	6	(276)		(32)	
Net revenue after taxation			1,974		376
Total return before distributions			1,155		(2,723)
Distributions	7		(1,992)		(380)
Change in net assets attributable to shareholders from investment activities			(837)		(3,103)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2023

	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Opening net assets attributable to shareholders		24,377		31,473
Amounts receivable on issue of shares	137,080		1,587	
Amounts payable on redemption of shares	(15,202)		(5,946)	
		121,878		(4,359)
Change in net assets attributable to shareholders from investment activities		(837)		(3,103)
Retained distributions on Accumulation shares		3,030		366
Closing net assets attributable to shareholders		148,448		24,377

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

FINANCIAL STATEMENTS continued

BALANCE SHEET

as at 15 October 2023

	Notes	15.10.23 £'000	15.10.22 £'000
ASSETS			
Fixed assets			
Investments		147,988	24,372
Current assets			
Debtors	8	30	127
Cash and cash equivalents	9	1,106	64
Total assets		<u>149,124</u>	<u>24,563</u>
LIABILITIES			
Creditors			
Distribution payable	10	(2)	(1)
Other creditors	10	(674)	(185)
Total liabilities		<u>(676)</u>	<u>(186)</u>
Net assets attributable to shareholders		<u>148,448</u>	<u>24,377</u>

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Losses

The net capital losses during the year comprise:

	15.10.23 £'000	15.10.22 £'000
Non-derivative securities	(923)	(3,141)
Transaction charges	(3)	(2)
AMC rebates from underlying investments	105	44
Currency gains	2	-
Net capital losses	<u>(819)</u>	<u>(3,099)</u>

The net capital losses figure includes realised losses of £1,550,000 and unrealised losses of £2,546,000 (15.10.22: includes realised gains of £103,000 and unrealised losses of £3,175,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.23 £'000	15.10.22 £'000
Non-taxable dividends	960	268
Taxable dividends	428	12
Interest on debt securities	342	154
Interest distributions on CIS holdings	1,253	352
AMC rebates from underlying investments	23	-
Bank interest	10	-
Total revenue	<u>3,016</u>	<u>786</u>

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2023

5. Expenses

	15.10.23 £'000	15.10.22 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	526	267
Legal and professional fees	8	7
Typesetting costs	3	3
Registration fees	33	12
	570	289
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	32	10
Safe custody and other bank charges	12	3
	44	13
Other expenses:		
Audit fees	11	10
Property income expenses on tax transparent fund	114	51
Expenses on tax transparent fund	60	34
Rebate of expenses from tax transparent fund	(33)	(19)
	152	76
Total expenses	766	378

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

6. Taxation

	15.10.23 £'000	15.10.22 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	278	37
Adjustments in respect of prior periods	(2)	(5)
Current tax charge	276	32
Deferred tax – origination and reversal of timing differences (note 6c)	–	–
Total taxation (note 6b)	276	32

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.22: 20%). The difference is explained below:

	15.10.23 £'000	15.10.22 £'000
Net revenue before taxation	2,250	408
Corporation tax at 20%	450	82
Effects of:		
Non-taxable dividends	(193)	(54)
AMC rebates taken to capital	21	9
Corporation tax charge	278	37
Adjustments in respect of prior periods	(2)	(5)
Total tax charge (note 6a)	276	32

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

7. Distributions

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

	15.10.23 £'000	15.10.22 £'000
Interim	1,303	140
Final	<u>1,730</u>	<u>228</u>
	3,033	368
Add: Revenue deducted on redemption of shares	62	19
Deduct: Revenue received on issue of shares	<u>(1,103)</u>	<u>(7)</u>
Net distributions for the year	<u>1,992</u>	<u>380</u>

Details of the distributions per share are set out in the table on pages 98 and 99.

	15.10.23 £'000	15.10.22 £'000
Distributions represented by:		
Net revenue after taxation	1,974	376
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	<u>18</u>	<u>4</u>
Net distributions for the year	<u>1,992</u>	<u>380</u>

8. Debtors

	15.10.23 £'000	15.10.22 £'000
Amounts receivable for issue of shares	1	-
Sales awaiting settlement	-	120
Accrued revenue:		
AMC rebates from underlying investments	<u>29</u>	<u>7</u>
Total debtors	<u>30</u>	<u>127</u>

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

9. Cash and Cash Equivalents

	15.10.23 £'000	15.10.22 £'000
Bank balances	1,106	64
Total cash and cash equivalents	1,106	64

10. Creditors

	15.10.23 £'000	15.10.22 £'000
Distribution payable	2	1
Other Creditors		
Amounts payable for redemption of shares	284	7
Purchases awaiting settlement	–	121
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	86	9
Legal and professional fees	–	1
Typesetting costs	2	2
Registration fees	6	2
	94	14
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	6	–
Transaction charges	1	–
Safe custody and other bank charges	3	1
	10	1
Other expenses	10	10

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Taxation payable:		
Corporation tax	276	32
Total other creditors	674	185

11. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 10.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 85 and amounts due at the year end are disclosed in notes 8 and 10.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 14,677 (15.10.22: 14,677) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 137,805,644 (15.10.22: 23,813,870) of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 99.52% (15.10.22: 96.56%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000	15.10.22 £'000
Portfolio Manager and ACD in common	99,408	22,861

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

12. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.22: none).

13. Shares in Issue

	A Accumulation	C Income	C Accumulation	G Accumulation
Annual Management Charge	1.25%	0.45%	0.45%	0.375%
Opening shares in issue	15,927,388	119,434	2,290,766	6,325,853
Issues	67,890	38,428	136,570	127,799,627
Redemptions	(1,374,864)	(3,910)	(335,274)	(12,520,498)
Closing shares in issue	<u>14,620,414</u>	<u>153,952</u>	<u>2,092,062</u>	<u>121,604,982</u>

14. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2023

the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates. The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.22: 1:1 and 1:1 respectively).

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 73.83% of the portfolio can be liquidated within 5 days and 75.42% within 21 working days (15.10.22: 82.16% within 5 days and 82.16% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £7,399,000 (15.10.22: £1,219,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2023

15. Portfolio Transaction Costs

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	161,909	-	3	161,912
Purchases total	161,909	-	3	161,912
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	46,985	(1)	(9)	46,975
Sales total	46,985	(1)	(9)	46,975
Transaction cost % of sales total		-	0.02%	
Transaction cost % of average NAV		-	0.01%	

Average portfolio dealing spread at 15.10.23 is nil (15.10.22: 0.02%).

15.10.22	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	3,904	-	-	3,904
Purchases total	3,904	-	-	3,904
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	6,940	-	-	6,940
Sales total	6,940	-	-	6,940
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

16. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	22,000	125,988	–	147,988

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.22				
Investment assets	1,511	22,861	–	24,372

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	Interim	Final
From	16.10.22	16.04.23
To	15.04.23	15.10.23

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.5165	–	0.5165	0.3887
Group 2	0.5165	0.0000	0.5165	0.3887

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	0.8751	–	0.8751	0.7805
Group 2	0.8751	0.0000	0.8751	0.7805

C INCOME SHARES

Interim	Net Revenue	Equalisation	Paid 15.06.23	Paid 15.06.22
Group 1	0.7815	–	0.7815	0.6926
Group 2	0.3193	0.4622	0.7815	0.6926

Final	Net Revenue	Equalisation	Payable 15.12.23	Paid 15.12.22
Group 1	1.1079	–	1.1079	1.0429
Group 2	0.5531	0.5548	1.1079	1.0429

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.8802	–	0.8802	0.7676
Group 2	0.4211	0.4591	0.8802	0.7676

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.2595	–	1.2595	1.1603
Group 2	1.1890	0.0705	1.2595	1.1603

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.9146	–	0.9146	0.8029
Group 2	0.0553	0.8593	0.9146	0.8029

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.2948	–	1.2948	1.1984
Group 2	0.2333	1.0615	1.2948	1.1984

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT

for the year ended 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Risk Managed IV Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain within a defined risk profile with defined volatility parameters. The Fund will seek to remain in risk profile 4 on a scale of 1 to 10, where 1 is the lowest risk profile and 10 is the highest risk profile.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

For further information on the approach to risk for this Fund please refer to the Approach to Risk document on the ACD's website: www.waystone.com.

The Fund aims to invest in the following assets: debt (including government and public securities, corporate bonds), equities (including shares of companies, equity related securities such as depositary receipts, equity infrastructure, equity warrants), cash (including deposits, money market instruments) and alternative investments (including immovable property, property related securities).

The asset mix of the Fund is tailored to its risk profile (which is provided by an external risk provider). The Fund has a balanced exposure between lower risk assets such as fixed income assets and cash, and higher risk assets such as equities. The Fund's exposure to equities can be between 20% to 60% of the assets by value and the exposure to alternative investments will be no more than 10% of the assets by value. The capital growth of the Fund is dictated by the limits of the risk profile. The Fund may not always have exposure to all asset classes at all times and the Portfolio Manager may operate outside of the limits to ensure the risk profile of the Fund is adhered to.

The Fund will invest at least 90% of the assets by value indirectly and will gain exposure to the above asset classes by investing in collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (including Exchange Traded Funds) as well as closed end funds (including Investment Trusts and REITS). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% of the assets by value directly in permitted transferable securities to gain exposure to the above asset classes.

The Fund can invest, directly or indirectly, in securities issued by non-UK domiciled entities denominated in Sterling or non-Sterling. The Fund will typically invest in sterling denominated assets which in turn may have exposure to non-Sterling denominated currency.

There is no limit to the Fund's exposure to any sector or geographic area.

The Portfolio Manager may invest in derivatives for efficient portfolio management purposes.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued

Investment Objective and Policy continued

The exposure limits referenced above will not apply under extraordinary market conditions or a sustained period of changes to the historic norms that are used to model the exposure limits, in which circumstances the Fund may invest in asset classes in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash, deposits, treasury bills, government and public securities and/or short-term money market instruments or have substantial holding in cash and cash equivalents. In these circumstances the capital growth of the Fund may be constrained.

Additional Information

The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The asset mix is diversified and adjusted regularly with the aim of keeping the Fund within risk profile 4 on a scale of 1 to 10. The Fund's risk profile is managed by varying the weighting of the asset types that are indirectly held in the Fund.

Strategic Asset Allocation ('SAA') provides a reference SAA for the Fund. Based on the SAA, the Portfolio Manager constructs a diversified, actively managed portfolio.

The Portfolio Manager may position the portfolio away from the SAA on a medium to long term basis, or to capture opportunities presented by shorter term market movements ("tactical asset allocation"). In such instances the allocation of the portfolio will be kept consistent with achieving the Fund's objective.

The Portfolio Manager's views of the economic environment along with the absolute and relative risk-adjusted attractions of different asset classes is used to determine the mix of assets to invest in to achieve the Fund's objective.

The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the SAA and to take advantage of tactical investment opportunities.

Other information: The Fund's objective to stay within its specified risk profile may restrict the type and proportions of the assets it holds and limit the potential gains and losses.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Risk Managed IV Fund
31 January 2024

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 6.54% in the twelve months to 15 October 2023. This compares with an increase of 5.65% in the Fund's benchmark, the IA Mixed Investment 20-60% Shares sector.

Fund Review

Bonds – primarily exposure to UK corporate bonds – contributed overall to absolute returns during what was a volatile period for the asset class.

The equity portion of the portfolio also contributed positively, benefiting from strong performance in the UK, US, Europe and Japan. Cash holdings also contributed positively to returns as interest rates went higher due to the inflationary environment.

The Fund's exposure to property weighed heavily on returns, as the main holding – a UK property fund – struggled during a challenging environment for the asset class.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

Portfolio Manager

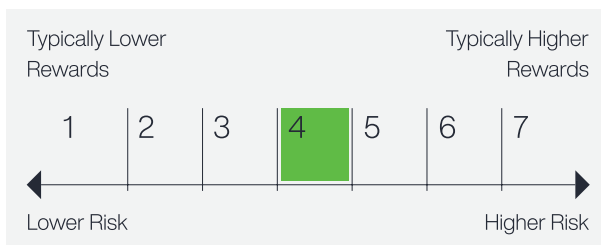
3 November 2023

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. As the Fund has less than 5 years' price history, this calculation incorporates the volatility of an appropriate benchmark index. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The SRRI measure differs from the risk rating referenced in the Fund's objective and name. Further details about the Fund's risk rating can be found in the Prospectus.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	100.01	111.33	101.51
Return before operating charges*	7.61	(8.25)	12.78
Operating charges ¹	(0.69)	(0.85)	(0.82)
Property expenses	(0.11)	(0.12)	(0.12)
Return after operating charges	6.81	(9.22)	11.84
Distributions	(2.21)	(2.10)	(2.02)
Closing net asset value per share	104.61	100.01	111.33
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	6.81%	(8.28)%	11.66%
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OTHER INFORMATION

Closing net asset value (£'000)	-	-	-
Closing number of shares	250	250	250
Operating charges ¹	0.65%	0.77%	0.76%
Property expenses	0.10%	0.11%	0.11%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	109.14	115.08	113.90
Lowest share price	99.54	100.19	99.07

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	107.21	117.11	105.02
Return before operating charges*	8.04	(8.88)	13.07
Operating charges ¹	(0.83)	(0.89)	(0.86)
Property expenses	(0.11)	(0.13)	(0.12)
Return after operating charges	7.10	(9.90)	12.09
Distributions	(2.22)	(2.03)	(1.90)
Retained distributions on accumulation shares	2.22	2.03	1.90
Closing net asset value per share	114.31	107.21	117.11
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	6.62%	(8.45)%	11.51%
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OTHER INFORMATION

Closing net asset value (£'000)	897	869	736
Closing number of shares	784,492	810,539	628,001
Operating charges ¹	0.73%	0.77%	0.76%
Property expenses	0.10%	0.11%	0.11%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	117.03	121.04	118.51
Lowest share price	106.70	106.08	102.48

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	107.38	117.23	105.06
Return before operating charges*	8.02	(8.91)	13.06
Operating charges ¹	(0.74)	(0.81)	(0.77)
Property expenses	(0.11)	(0.13)	(0.12)
Return after operating charges	7.17	(9.85)	12.17
Distributions	(2.29)	(2.10)	(1.97)
Retained distributions on accumulation shares	2.29	2.10	1.97
Closing net asset value per share	114.55	107.38	117.23
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	6.68%	(8.40)%	11.58%
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OTHER INFORMATION

Closing net asset value (£'000)	94,613	29,305	31,452
Closing number of shares	82,591,781	27,291,118	26,830,389
Operating charges ¹	0.65%	0.70%	0.68%
Property expenses	0.10%	0.11%	0.11%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	117.24	121.18	118.63
Lowest share price	106.88	106.25	102.52

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued FUND INFORMATION continued

Fund Performance to 15 October 2023 (%)

	1 year	3 years	Since launch ¹
WS Canlife Diversified Risk Managed IV Fund	6.54	8.87	14.32
IA Mixed Investment 20-60% Shares sector ²	5.65	2.29	7.11

¹ Launch date: 22 March 2019.

² Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 126 to 128.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 43.29% (15.10.22 – 39.87%)		
89,165	Amundi Index J.P. Morgan GBI Global Govies	3,770	3.95
893,725	iShares \$ Treasury Bond UCITS ETF GBP Hedged	3,669	3.84
192,952	iShares Core UK Gilts UCITS ETF	1,926	2.02
72,538	iShares Index Linked Gilt Index (UK)	923	0.97
39,442	Vanguard Global Corporate Bond Index	3,838	4.02
3,794,824	WS Canlife Corporate Bond ¹	9,736	10.19
3,100,023	WS Canlife Global Macro Bond ¹	3,890	4.07
8,203,995	WS Canlife Short Duration Corporate Bond ¹	8,644	9.05
4,762,174	WS Canlife Sterling Short Term Bond ¹	4,951	5.18
	TOTAL FIXED INTEREST	41,347	43.29
	EQUITIES – 43.98% (15.10.22 – 46.38%)		
185,758	Amundi Prime Japan UCITS ETF	3,980	4.17
1,420,900	iShares Continental European Equity Index (UK)	4,691	4.91
1,050,717	iShares Emerging Markets Equity Index (UK)	1,909	2.00
16,164	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	400	0.42
1,402	SPDR S&P 500 UCITS ETF	500	0.52
197,497	WS Canlife Asia Pacific ¹	2,854	2.99
623,009	WS Canlife North American ¹	15,975	16.73
1,645,157	WS Canlife UK Equity Income ¹	11,693	12.24
	TOTAL EQUITIES	46,757	43.98
	UK PROPERTY – 5.40% (15.10.22 – 11.71%)		
5,829,732	WS Canlife UK Property ACS ¹	5,163	5.40
	MONEY MARKETS – 6.98% (15.10.22 – 0.00%)		
6,221,641	WS Canlife Sterling Liquidity ¹	6,664	6.98

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

 Holding	 Portfolio of Investments	 Value £'000	 15.10.23 %
	Portfolio of investments	95,176	99.65
	Net other assets	334	0.35
	Net assets	<u>95,510</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2023

Total purchases for the year £'000 (note 16)	105,136	Total sales for the year £'000 (note 16)	48,534
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
WS Canlife North American	15,976	WS Canlife Global Equity	7,323
WS Canlife UK Equity Income	12,642	WS Canlife UK Equity Income	7,285
WS Canlife Corporate Bond	9,038	WS Canlife Corporate Bond	4,947
WS Canlife Short Duration Corporate Bond	7,643	iShares Core UK Gilts UCITS ETF	3,610
iShares Core UK Gilts UCITS ETF	5,685	WS Canlife UK Property ACS	2,650
WS Canlife UK Property ACS	5,652	WS Canlife Global Macro Bond	2,514
iShares Continental European Equity Index (UK)	5,649	iShares Core Global Aggregate Bond UCITS ETF	2,169
Vanguard Global Corporate Bond Index	5,403	Xtrackers Russell 2000 UCITS ETF	2,040
WS Canlife Sterling Short Term Bond	5,308	SPDR S&P 500 UCITS ETF	1,878
Amundi Index J.P. Morgan GBI Global Govies	4,536	WS Canlife Short Duration Corporate Bond	1,705

In addition to the above, purchases totalling £9,888,000 and sales totalling £3,430,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2023

	Notes	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Income:					
Net capital gains/(losses)	3		867		(3,324)
Revenue	4	2,100		844	
Expenses	5	(448)		(209)	
Interest payable and similar charges	7	(1)		-	
Net revenue before taxation		1,651		635	
Taxation	6	(173)		(58)	
Net revenue after taxation			1,478		577
Total return before distributions			2,345		(2,747)
Distributions	8		(1,490)		(583)
Change in net assets attributable to shareholders from investment activities			855		(3,330)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2023

	Note	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Opening net assets attributable to shareholders			30,174		32,188
Amounts receivable on issue of shares		79,552		2,291	
Amounts payable on redemption of shares		(17,050)		(1,563)	
			62,502		728
Change in net assets attributable to shareholders from investment activities			855		(3,330)
Retained distributions on Accumulation shares	8		1,979		588
Closing net assets attributable to shareholders			95,510		30,174

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2023

	Notes	15.10.23 £'000	15.10.22 £'000
ASSETS			
Fixed assets			
Investments		95,176	29,558
Current assets			
Debtors	9	20	826
Cash and cash equivalents	10	557	99
Total assets		<u>95,753</u>	<u>30,483</u>
LIABILITIES			
Creditors			
Other creditors	11	(243)	(309)
Total liabilities		<u>(243)</u>	<u>(309)</u>
Net assets attributable to shareholders		<u>95,510</u>	<u>30,174</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the year comprise:

	15.10.23 £'000	15.10.22 £'000
Non-derivative securities	801	(3,366)
Transaction charges	(4)	(1)
AMC rebates from underlying investments	69	44
Currency gains/(losses)	1	(1)
Net capital gains/(losses)	<u>867</u>	<u>(3,324)</u>

The net capital gains figure includes realised gains of £443,000 and unrealised losses of £884,000 (15.10.22: includes realised gains of £511,000 and unrealised losses of £1,243,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.23 £'000	15.10.22 £'000
Non-taxable dividends	847	374
Interest distributions on CIS holdings	978	343
AMC rebates from underlying investments	36	24
Bank interest	12	1
Property – rental income	227	102
Total revenue	<u>2,100</u>	<u>844</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

5. Expenses

	15.10.23 £'000	15.10.22 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	279	121
Legal and professional fees	6	6
Typesetting costs	3	3
Registration fees	23	10
	311	140
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	26	11
Safe custody and other bank charges	7	2
	33	13
Other expenses:		
Audit fees	11	10
Property income expenses on tax transparent fund	75	35
Expenses on tax transparent fund	40	23
Rebate of expenses from tax transparent fund	(22)	(12)
	104	56
Total expenses	448	209

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

6. Taxation

	15.10.23 £'000	15.10.22 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	175	61
Adjustments in respect of prior periods	(2)	(3)
Current tax charge	173	58
Deferred tax – origination and reversal of timing differences (note 6c)	–	–
Total taxation (note 6b)	173	58

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.22: 20%). The difference is explained below:

	15.10.23 £'000	15.10.22 £'000
Net revenue before taxation	1,651	635
Corporation tax at 20%	330	127
Effects of:		
Non-taxable dividends	(169)	(75)
AMC rebates taken to capital	14	9
Corporation tax charge	175	61
Adjustments in respect of prior periods	(2)	(3)
Total tax charge (note 6a)	173	58

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

7. Interest Payable and Similar Charges

	15.10.23 £'000	15.10.22 £'000
Interest payable	1	–
Total interest payable and similar charges	1	–

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

8. Distributions

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

	15.10.23 £'000	15.10.22 £'000
First Interim	21	–
Second Interim	747	228
Third Interim	1	–
Final	1,210	360
	<u>1,979</u>	<u>588</u>
Add: Revenue deducted on redemption of shares	22	13
Deduct: Revenue received on issue of shares	(511)	(18)
Net distributions for the year	<u>1,490</u>	<u>583</u>

Details of the distributions per share are set out in the table on pages 126 to 128.

	15.10.23 £'000	15.10.22 £'000
Distributions represented by:		
Net revenue after taxation	1,478	577
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	12	6
Net distributions for the year	<u>1,490</u>	<u>583</u>

9. Debtors

	15.10.23 £'000	15.10.22 £'000
Amounts receivable for issue of shares	–	637
Sales awaiting settlement	–	173
Accrued revenue:		
AMC rebates from underlying investments	20	16
Total debtors	<u>20</u>	<u>826</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

10. Cash and Cash Equivalents

	15.10.23 £'000	15.10.22 £'000
Bank balances	557	99
Total cash and cash equivalents	557	99

11. Other Creditors

	15.10.23 £'000	15.10.22 £'000
Purchases awaiting settlement	–	230
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	44	5
Typesetting costs	2	2
Legal and professional fees	–	1
Registration fees	4	1
	50	9
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	4	–
Transaction charges	1	–
Safe custody and other bank charges	2	–
	7	–
Other expenses	11	10
Taxation payable:		
Corporation tax	175	60
Total other creditors	243	309

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 113. There were no amounts due at the year end.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by the Canada Life Asset Management Limited) held 83,193,116 (15.10.22: 27,893,077) of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 99.78% (15.10.22: 99.26%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000	15.10.22 £'000
Portfolio Manager and ACD in common	69,570	26,893

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.22: none).

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

14. Shares in Issue

	C Income	C Accumulation	G Accumulation
Annual Management Charge	0.45%	0.45%	0.375%
Opening shares in issue	250	810,539	27,291,118
Issues	-	55,670	70,194,907
Redemptions	-	(81,717)	(14,894,244)
Closing shares in issue	<u>250</u>	<u>784,492</u>	<u>82,591,781</u>

15. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	15.10.23 £'000	15.10.22 £'000
Currency:		
US dollars	–	399
Pounds sterling	95,510	29,775
Net assets	95,510	30,174

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £nil on the net assets of the Fund (15.10.22: £20,000).

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.22: 0.98:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 74.41% of the portfolio can be liquidated within 5 days and 75.57% within 21 working days (15.10.22: 90.40% within 5 days and 90.66% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £4,759,000 (15.10.22: £1,478,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

16. Portfolio Transaction Costs

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	105,134	–	2	105,136
Purchases total	<u>105,134</u>	<u>–</u>	<u>2</u>	<u>105,136</u>
Transaction cost % of purchases total		–	–	
Transaction cost % of average NAV		–	–	
Collective investment schemes	48,540	(1)	(5)	48,534
Sales total	<u>48,540</u>	<u>(1)</u>	<u>(5)</u>	<u>48,534</u>
Transaction cost % of sales total		–	0.01%	
Transaction cost % of average NAV		–	0.01%	

Average portfolio dealing spread at 15.10.23 is nil (15.10.22: 0.02%).

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

15.10.22	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	3,852	-	1	3,853
Purchases total	3,852	-	1	3,853
Transaction cost % of purchases total		-	0.03%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	3,756	-	-	3,756
Sales total	3,756	-	-	3,756
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

15.10.23	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	15,168	80,008	-	95,176

15.10.22	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	2,518	27,040	-	29,558

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	First Interim	Second Interim	Third Interim	Final
From	16.10.22	16.01.23	16.04.23	16.07.23
To	15.01.23	15.04.23	15.07.23	15.10.23

C INCOME SHARES

First Interim	Net Revenue	Equalisation	Paid 15.03.23	Paid 15.03.22
Group 1	0.0880	–	0.0880	–
Group 2	0.0880	0.0000	0.0880	–

Second Interim	Net Revenue	Equalisation	Paid 15.06.23	Paid 15.06.22
Group 1	0.7320	–	0.7320	0.8360
Group 2	0.7320	0.0000	0.7320	0.8360

Third Interim	Net Revenue	Equalisation	Paid 15.09.23	Paid 15.09.22
Group 1	0.0280	–	0.0280	0.0120
Group 2	0.0280	0.0000	0.0280	0.0120

Final	Net Revenue	Equalisation	Payable 15.12.23	Paid 15.12.22
Group 1	1.3600	–	1.3600	1.2480
Group 2	1.3600	0.0000	1.3600	1.2480

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE continued

C ACCUMULATION SHARES

There was no third interim distribution in the current or prior year.

	Net Revenue	Equalisation	Allocated 15.03.23	Allocated 15.03.22
First Interim				
Group 1	0.0573	-	0.0573	-
Group 2	0.0573	0.0000	0.0573	-
Second Interim				
Group 1	0.7484	-	0.7484	0.7883
Group 2	0.0207	0.7277	0.7484	0.7883
Final				
Group 1	1.4164	-	1.4164	1.2444
Group 2	1.1006	0.3158	1.4164	1.2444

G ACCUMULATION SHARES

	Net Revenue	Equalisation	Allocated 15.03.23	Allocated 15.03.22
First Interim				
Group 1	0.0741	-	0.0741	-
Group 2	0.0410	0.0331	0.0741	-
Second Interim				
Group 1	0.7670	-	0.7670	0.8245
Group 2	0.0373	0.7297	0.7670	0.8245

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

Third Interim	Net Revenue	Equalisation	Allocated 15.09.23	Allocated 15.09.22
Group 1	0.0016	-	0.0016	-
Group 2	-	0.0016	0.0016	-
Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.4515	-	1.4515	1.2795
Group 2	0.3671	1.0844	1.4515	1.2795

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT

for the period from 12 December 2022 to 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Risk Managed V Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain within a defined risk profile with defined volatility parameters. The Fund will seek to remain in risk profile 5 on a scale of 1 to 10, where 1 is the lowest risk profile and 10 is the highest risk profile.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

For further information on the approach to risk for this Fund please refer to the Approach to Risk document on the ACD's website www.waystone.com.

The Fund aims to invest in the following assets: equities (including shares of companies, equity related securities such as depositary receipts, equity infrastructure, equity warrants), debt (including government and public securities, corporate bonds), cash (including deposits, money market instruments) and alternative investments (including immovable property, property related securities).

The asset mix of the Fund is tailored to its risk profile (which is provided by an external risk provider). The Fund will have a bias to higher risk assets, such as equities over lower risk assets such as fixed income assets and cash. The Fund's exposure to equities can be between 40% to 85% of the assets by value and the exposure to alternative investments will be no more than 10% of the assets by value. The capital growth of the Fund is dictated by the limits of the risk profile. The Fund may not always have exposure to all asset classes at all times and the Portfolio Manager may operate outside of the limits to ensure the risk profile of the Fund is adhered to.

The Fund will invest at least 90% of the assets by value indirectly and will gain exposure to the above asset classes by investing in collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (including Exchange Traded Funds) as well as closed end funds (including Investment Trusts and REITS). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% of the assets by value directly in permitted transferable securities to gain exposure to the above asset classes.

The Fund can invest, directly or indirectly, in securities issued by non-UK domiciled entities denominated in Sterling or non-Sterling. The Fund will typically invest in sterling denominated assets which in turn may have exposure to non-Sterling denominated currency.

There is no limit to the Fund's exposure to any sector or geographic area.

The Portfolio Manager may invest in derivatives for efficient portfolio management purposes.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT continued

Investment Objective and Policy continued

The exposures limits referenced above will not apply under extraordinary market conditions or a sustained period of changes to the historic norms that are used to model the exposure limits, in which circumstances the Fund may invest in asset classes in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash, deposits, treasury bills, government and public securities and/or short-term money market instruments or have substantial holding in cash and cash equivalents. In these circumstances the capital growth of the Fund may be constrained.

Additional Information

The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The asset mix is diversified and adjusted regularly with the aim of keeping the Fund within risk profile 5 on a scale of 1 to 10. The Fund's risk profile is managed by varying the weighting of the asset types that are indirectly held in the Fund.

Strategic Asset Allocation ('SAA') provides a reference SAA for the Fund. Based on the SAA, the Portfolio Manager constructs a diversified, actively managed portfolio.

The Portfolio Manager may position the portfolio away from the SAA on a medium to long term basis, or to capture opportunities presented by shorter term market movements ("tactical asset allocation"). In such instances the allocation of the portfolio will be kept consistent with achieving the Fund's objective.

The Portfolio Manager's views of the economic environment along with the absolute and relative risk-adjusted attractions of different asset classes is used to determine the mix of assets to invest in to achieve the Fund's objective.

The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the SAA and to take advantage of tactical investment opportunities.

Other information: The Fund's objective to stay within its specified risk profile may restrict the type and proportions of the assets it holds and limit the potential gains and losses.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Risk Managed V Fund
31 January 2024

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the period from 12 December 2022 to 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Review

The equity portion of the Fund – which comprises around 60% of the portfolio – was the main contributor to total returns during the period, benefiting from strong performance in most regions.

Exposure to UK corporate bonds – also contributed to performance overall during what was a volatile period for the asset class as a whole. Cash holdings also contributed positively to returns as interest rates went higher due to the inflationary environment.

The Fund's exposure to property and alternatives weighed heavily on returns during a challenging environment for property.

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

Portfolio Manager

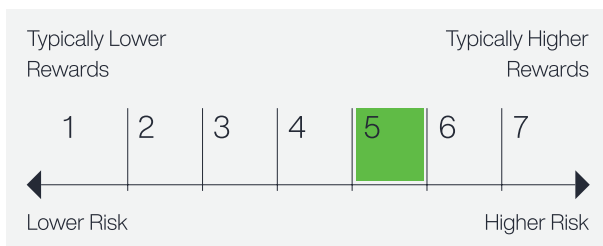
3 November 2023

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. As the Fund has less than 5 years' price history, this calculation incorporates the volatility of an appropriate benchmark index. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 5 because its volatility has been measured as above average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The SRRI measure differs from the risk rating referenced in the Fund's objective and name. Further details about the Fund's risk rating can be found in the Prospectus.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables

Information relates to the period from 12 December 2022 to 15 October 2023. The operating charges relate to expenses incurred on an ex post basis over the period ending 15 October 2023, expressed as an annualised percentage of the average net asset value.

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the period end weighted against the net asset value of the share class at that date.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 ¹ pence per share
Opening net asset value per share	100.00
Return before operating charges*	4.67
Operating charges	(0.65)
Return after operating charges	4.02
Distributions	(1.70)
Retained distributions on accumulation shares	1.70
Closing net asset value per share	104.02
* after direct transaction costs of:	0.01

PERFORMANCE

Return after charges	4.02%
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OTHER INFORMATION

Closing net asset value (£'000)	52
Closing number of shares	50,000
Operating charges	0.75% ²
Direct transaction costs	0.01%

PRICES

Highest share price	106.39
Lowest share price	98.81

¹ From 12 December 2022.

² Annualised figure due to Fund launched less than 1 year.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 ¹ pence per share
Opening net asset value per share	100.00
Return before operating charges*	4.66
Operating charges	(0.59)
Return after operating charges	4.07
Distributions	(1.75)
Retained distributions on accumulation shares	1.75
Closing net asset value per share	104.07
* after direct transaction costs of:	0.01

PERFORMANCE

Return after charges	4.07%
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OTHER INFORMATION

Closing net asset value (£'000)	31,494
Closing number of shares	30,262,798
Operating charges	0.68% ²
Direct transaction costs	0.01%

PRICES

Highest share price	106.41
Lowest share price	98.81

¹ From 12 December 2022.

² Annualised figure due to Fund launched less than 1 year.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance

As the Fund was launched less than one year ago, in accordance with FCA rules, no performance data is permitted to be reported.

Details of the distributions per share for the period are shown in the Distribution Table on page 155.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 30.26%		
21,169	Amundi Index J.P. Morgan GBI Global Govies	895	2.84
22,205	iShares £ Index-Linked Gilts UCITS ETF	283	0.90
144,017	iShares \$ Treasury Bond UCITS ETF GBP Hedged	591	1.87
73,485	iShares Core UK Gilts UCITS ETF	733	2.32
9,815	Vanguard Global Corporate Bond Index	955	3.03
826,277	WS Canlife Corporate Bond ¹	2,120	6.72
899,352	WS Canlife Global Macro Bond ¹	1,128	3.58
1,083,354	WS Canlife Short Duration Corporate Bond ¹	1,142	3.62
1,632,462	WS Canlife Sterling Short Term Bond ¹	1,697	5.38
	TOTAL FIXED INTEREST	9,544	30.26
	EQUITIES – 61.71%		
23,683	Amundi Prime Japan UCITS ETF	507	1.61
49,542	HICL Infrastructure ²	60	0.19
575,324	iShares Continental European Equity Index (UK)	1,900	6.02
653,695	iShares Emerging Markets Equity Index (UK)	1,187	3.76
319,409	iShares Japan Equity Index (UK)	878	2.78
231,839	Renewables Infrastructure ²	235	0.75
24,558	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	607	1.92
81,425	WS Canlife Asia Pacific ¹	1,177	3.73
296,852	WS Canlife North American ¹	7,612	24.13
1,519,783	WS Canlife UK Equity ¹	2,310	7.32
421,537	WS Canlife UK Equity Income ¹	2,996	9.50
	TOTAL EQUITIES	19,469	61.71
	PROPERTY – 1.94%		
293,806	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	612	1.94

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	MONEY MARKETS – 5.60%		
1,648,382	WS Canlife Sterling Liquidity ¹	1,766	5.60
	Portfolio of investments	31,391	99.51
	Net other assets	155	0.49
	Net assets	31,546	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

No comparative figures are presented for the Portfolio Statement as this is the Fund's first annual reporting period; the Fund launched on 12 December 2022.

¹ Related party holding (see note 12).

² Closed end fund.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the period from 12 December 2022 to 15 October 2023

Total purchases for the period £'000 (note 16)		35,457	Total sales for the period £'000 (note 16)		7,039
<u>Major purchases</u>		<u>Cost £'000</u>	<u>Major sales</u>		<u>Proceeds £'000</u>
WS Canlife North American	7,630	WS Canlife UK Equity Income	1,209		
WS Canlife UK Equity Income	4,054	WS Canlife North American	1,046		
WS Canlife UK Equity	2,202	Xtrackers Russell 2000 UCITS ETF	845		
WS Canlife Corporate Bond	2,198	iShares S&P U.S. Banks UCITS ETF	662		
iShares Continental European Equity Index (UK)	2,144	iShares Core Global Aggregate Global Bond UCITS ETF	500		
WS Canlife Sterling Short Term Bond	1,650	iShares FTSE 250 UCITS ETF	468		
WS Canlife Asia Pacific	1,197	iShares Mid Cap UK Equity Index (UK)	450		
WS Canlife Global Macro Bond	1,197	iShares Continental European Equity Index (UK)	329		
iShares Emerging Markets Equity Index (UK)	1,191	Greencoat UK Wind	321		
WS Canlife Short Duration Corporate Bond	1,141	iShares USD Treasury Bond 20+Year	285		

In addition to the above, purchases totalling £3,001,000 and sales totalling £1,320,000 were made in short term investments during the period.

The summary of material portfolio changes represents the 10 largest purchases and sales during the period.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND FINANCIAL STATEMENTS STATEMENT OF TOTAL RETURN

for the period from 12 December 2022 to 15 October 2023

	Notes	£'000	12.12.22 to 15.10.23 ¹ £'000
Income:			
Net capital gains	3		700
Revenue	4	697	
Expenses	5	(133)	
Interest payable and similar charges	7	(1)	
Net revenue before taxation		563	
Taxation	6	(39)	
Net revenue after taxation			524
Total return before distributions			1,224
Distributions	8		(528)
Change in net assets attributable to shareholders from investment activities			696

¹ No comparative figures are presented for the Statement of Total Return as this is the Fund's first annual reporting period; the Fund launched on 12 December 2022.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS
STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the period from 12 December 2022 to 15 October 2023

	£'000	12.12.22 to 15.10.23 ¹ £'000
Opening net assets attributable to shareholders		–
Amounts receivable on issue of shares	30,351	
Amounts payable on redemption of shares	<u>(31)</u>	30,320
Change in net assets attributable to shareholders from investment activities		696
Retained distributions on Accumulation shares		<u>530</u>
Closing net assets attributable to shareholders		<u>31,546</u>

¹ No comparative figures are presented for the Statement of Change in Net Assets Attributable to Shareholders as this is the Fund's first annual reporting period; the Fund launched on 12 December 2022.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2023

	Notes	15.10.23 ¹ £'000
ASSETS		
Fixed assets		
Investments		31,391
Current assets		
Debtors	9	7
Cash and cash equivalents	10	217
Total assets		<u>31,615</u>
LIABILITIES		
Creditors		
Other creditors	11	(69)
Total liabilities		<u>(69)</u>
Net assets attributable to shareholders		<u>31,546</u>

¹ No comparative figures are presented for the Balance Sheet as this is the Fund's first annual reporting period; the Fund launched on 12 December 2022.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the period from 12 December 2022 to 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current period.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current period.

3. Net Capital Gains

The net capital gains during the period comprise:

	For the period from 12.12.22 to 15.10.23 £'000
Non-derivative securities	694
Transaction charges	(2)
AMC rebates from underlying investments	17
Currency losses	(9)
Net capital gains	<u>700</u>

The net capital gains figure includes realised gains of £132,000 and unrealised gains of £553,000.

4. Revenue

	For the period from 12.12.22 to 15.10.23 £'000
Non-taxable dividends	385
Taxable dividends	47
Interest distributions on CIS holdings	231
AMC rebates from underlying investments	24
Bank interest	10
Total revenue	<u>697</u>

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 12 December 2022 to 15 October 2023

5. Expenses

For the period
from 12.12.22
to 15.10.23
£'000

Payable to the ACD, associates of the ACD and agents of either of them:	
Annual Management Charge	98
Legal and professional fees	4
Typesetting costs	3
Registration fees	8
	113
Payable to the Depositary, associates of the Depositary and agents of either of them:	
Depositary's fees	9
Safe custody and other bank charges	1
	10
Other expenses:	
Audit fees	10
Total expenses	133

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

For the period
from 12.12.22
to 15.10.23
£'000

a) Analysis of charge for the period	
Corporation tax at 20%	39
Current tax charge	39
Deferred tax – origination and reversal of timing differences (note 6c)	–
Total taxation (note 6b)	39

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 12 December 2022 to 15 October 2023

b) Factors affecting the tax charge for the period

The tax assessed for the period differs from the standard rate of corporation tax in the UK for an authorised fund (20%). The difference is explained below:

	For the period from 12.12.22 to 15.10.23 £'000
Net revenue before taxation	563
Corporation tax at 20%	113
Effects of:	
Non-taxable dividends	(78)
AMC rebates taken to capital	4
Corporation tax charge	39
Total tax charge (note 6a)	39

c) Deferred tax

There is no deferred tax recognised in the current period.

7. Interest Payable and Similar Charges

	For the period from 12.12.22 to 15.10.23 £'000
Interest payable	1
Total interest payable and similar charges	1

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 12 December 2022 to 15 October 2023

8. Distributions

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

	For the period from 12.12.22 to 15.10.23 £'000
Interim	217
Final	313
	<u>530</u>
Deduct: Revenue received on issue of shares	(2)
Net distributions for the period	<u>528</u>

Details of the distributions per share are set out in the table on page 155.

	For the period from 12.12.22 to 15.10.23 £'000
Distributions represented by:	
Net revenue after taxation	524
Allocations to capital:	
AMC rebates taken to capital, net of tax relief	4
Net distributions for the period	<u>528</u>

9. Debtors

	15.10.23 £'000
Accrued revenue:	
AMC rebates from underlying investments	7
Total debtors	<u>7</u>

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 12 December 2022 to 15 October 2023

10. Cash and Cash Equivalents

	15.10.23 £'000
Bank balances	217
Total cash and cash equivalents	217

11. Other Creditors

	15.10.23 £'000
Accrued expenses:	
Amounts payable to the ACD, associates of the ACD and agents of either of them:	
Annual Management Charge	15
Typesetting costs	2
Registration fees	1
	18
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:	
Depositary's fees	1
Transaction charges	1
	2
Other expenses	10
Taxation payable:	
Corporation tax	39
Total other creditors	69

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the period end are disclosed in note 11.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 12 December 2022 to 15 October 2023

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 143. There are no outstanding amounts at the period end.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 30,312,798 of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management and its associates 100%

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000
Portfolio Manager and ACD in common	21,948

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments.

14. Shares in Issue

	C Accumulation	G Accumulation
Annual Management Charge	0.45%	0.375%
Opening shares in issue	-	-
Issues	50,250	30,292,579
Redemptions	(250)	(29,781)
Closing shares in issue	<u>50,000</u>	<u>30,262,798</u>

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 12 December 2022 to 15 October 2023

15. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 12 December 2022 to 15 October 2023

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1.

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 75.12% of the portfolio can be liquidated within 5 days and 78.44% within 21 working days. Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 12 December 2022 to 15 October 2023

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £1,570,000. A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current period.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 12 December 2022 to 15 October 2023

16. Portfolio Transaction Costs

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	35,453	1	3	35,457
Purchases total	35,453	1	3	35,457
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	0.01%	
Collective investment schemes	7,039	-	-	7,039
Sales total	7,039	-	-	7,039
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.23 is nil.

The collective investment schemes include closed end funds.

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

15.10.23	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	3,911	27,480	-	31,391

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the period from 12 December 2022 to 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	Interim	Final
From	12.12.22	16.04.23
To	15.04.23	15.10.23

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23
Group 1	0.7002	–	0.7002
Group 2	0.7002	0.0000	0.7002

Final	Net Revenue	Equalisation	Allocation 15.12.23
Group 1	0.9982	–	0.9982
Group 2	0.9982	0.0000	0.9982

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23
Group 1	0.7213	–	0.7213
Group 2	0.0386	0.6827	0.7213

Final	Net Revenue	Equalisation	Allocation 15.12.23
Group 1	1.0306	–	1.0306
Group 2	0.4056	0.6250	1.0306

No comparatives have been shown as the Fund launched 12 December 2022.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT

for the period from 24 February 2023 to 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Risk Managed VI Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain within a defined risk profile with defined volatility parameters. The Fund will seek to remain in risk profile 6 on a scale of 1 to 10, where 1 is the lowest risk profile and 10 is the highest risk profile.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

For further information on the approach to risk for this Fund please refer to the Approach to Risk document on the ACD's website www.waystone.com.

The Fund aims to invest in the following assets: equities (including shares of companies, equity related securities such as depositary receipts, equity infrastructure, equity warrants), debt (including government and public securities, corporate bonds), cash (including deposits, money market instruments) and alternative investments (including immovable property, property related securities).

The asset mix of the Fund is tailored to its risk profile (which is provided by an external risk provider). The Fund will have a strong bias to higher risk assets, such as equities over lower risk assets such as fixed income assets and cash. The Fund's exposure to equities can be between 40% to 85% of the assets by value and the exposure to alternative investments will be no more than 10% of the assets by value. The capital growth of the Fund is dictated by the limits of the risk profile. The Fund may not always have exposure to all asset classes at all times and the Portfolio Manager may operate outside of the limits to ensure the risk profile of the Fund is adhered to.

The Fund will invest at least 90% of the assets by value indirectly and will gain exposure to the above asset classes by investing in collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (including Exchange Traded Funds) as well as closed end funds (including Investment Trusts and REITS). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% of the assets by value directly in permitted transferable securities to gain exposure to the above asset classes.

The Fund can invest, directly or indirectly, in securities issued by non-UK domiciled entities denominated in Sterling or non-Sterling. The Fund will typically invest in sterling denominated assets which in turn may have exposure to non-Sterling denominated currency.

There is no limit to the Fund's exposure to any sector or geographic area.

The Portfolio Manager may invest in derivatives for efficient portfolio management purposes.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued

Investment Objective and Policy continued

The exposures limits referenced above will not apply under extraordinary market conditions or a sustained period of changes to the historic norms that are used to model the exposure limits, in which circumstances the Fund may invest in asset classes in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash, deposits, treasury bills, government and public securities and/or short-term money market instruments or have substantial holding in cash and cash equivalents. In these circumstances the capital growth of the Fund may be constrained.

Additional Information

The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The asset mix is diversified and adjusted regularly with the aim of keeping the Fund within risk profile 6 on a scale of 1 to 10. The Fund's risk profile is managed by varying the weighting of the asset types that are indirectly held in the Fund.

Strategic Asset Allocation ('SAA') provides a reference SAA for the Fund. Based on the SAA, the Portfolio Manager constructs a diversified, actively managed portfolio.

The Portfolio Manager may position the portfolio away from the SAA on a medium to long term basis, or to capture opportunities presented by shorter term market movements ("tactical asset allocation"). In such instances the allocation of the portfolio will be kept consistent with achieving the Fund's objective.

The Portfolio Manager's views of the economic environment along with the absolute and relative risk-adjusted attractions of different asset classes is used to determine the mix of assets to invest in to achieve the Fund's objective.

The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the SAA and to take advantage of tactical investment opportunities.

Other information: The Fund's objective to stay within its specified risk profile may restrict the type and proportions of the assets it holds and limit the potential gains and losses.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40 - 85% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Risk Managed VI Fund
31 January 2024

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the period from 24 February 2023 to 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Review

The equity portion of the Fund – which comprises around 70% of the portfolio – was the main contributor to total returns during the period, benefiting from strong performance in most regions.

Bonds – primarily exposure to UK corporate bonds – also contributed to performance overall during what was a volatile period for the asset class. Cash holdings also contributed positively to returns as interest rates went higher due to the inflationary environment.

The Fund's exposure to property weighed heavily on returns, as the main holding within this asset class – a UK property fund – struggled during a challenging environment for the asset class.

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

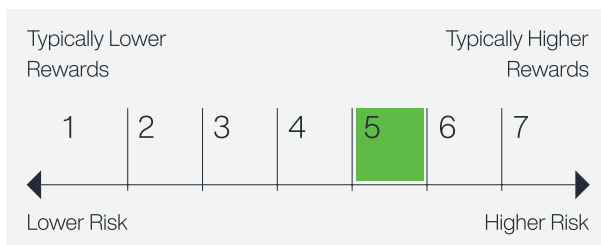
CANADA LIFE ASSET MANAGEMENT LIMITED

Portfolio Manager

3 November 2023

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is a measure of a fund's volatility. As the Fund has less than 5 years' price history, this calculation incorporates the volatility of an appropriate benchmark index. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 5 because its volatility has been measured as above average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

The SRRI measure differs from the risk rating referenced in the Fund's objective and name. Further details about the Fund's risk rating can be found in the Prospectus.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables

Information relates to the period from 12 December 2022 to 15 October 2023. The operating charges relate to expenses incurred on an ex post basis over the period ending 15 October 2023, expressed as an annualised percentage of the average net asset value.

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the period end weighted against the net asset value of the share class at that date.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 ¹ pence per share
Opening net asset value per share	209.71
Return before operating charges*	1.00
Operating charges	(2.32)
Return after operating charges	(1.32)
Distributions	(1.84)
Retained distributions on accumulation shares	1.84
Closing net asset value per share	208.39
* after direct transaction costs of:	-

PERFORMANCE

Return after charges	(0.63)%
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OTHER INFORMATION

Closing net asset value (£'000)	109,156
Closing number of shares	52,380,430
Operating charges	1.75% ²
Direct transaction costs	-

PRICES

Highest share price	211.78
Lowest share price	200.56

¹ From 24 February 2023.

² Annualised figure due to Fund launched less than 1 year.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 ¹ pence per share
Opening net asset value per share	221.95
Return before operating charges*	0.94
Operating charges	(0.99)
Return after operating charges	(0.05)
Distributions	(3.29)
Retained distributions on accumulation shares	3.29
Closing net asset value per share	221.90
* after direct transaction costs of:	-

PERFORMANCE

Return after charges	(0.02)%
----------------------	---------

OTHER INFORMATION

Closing net asset value (£'000)	11,887
Closing number of shares	5,356,968
Operating charges	0.70% ²
Direct transaction costs	-

PRICES

Highest share price	225.30
Lowest share price	212.42

¹ From 24 February 2023.

² Annualised figure due to Fund launched less than 1 year.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 ¹ pence per share
Opening net asset value per share	228.00
Return before operating charges*	0.94
Operating charges	(0.90)
Return after operating charges	0.04
Distributions	(3.47)
Retained distributions on accumulation shares	3.47
Closing net asset value per share	228.04
* after direct transaction costs of:	-

PERFORMANCE

Return after charges	0.02%
----------------------	-------

OTHER INFORMATION

Closing net asset value (£'000)	67,159
Closing number of shares	29,450,865
Operating charges	0.62% ²
Direct transaction costs	-

PRICES

Highest share price	231.51
Lowest share price	218.22

¹ From 24 February 2023.

² Annualised figure due to Fund launched less than 1 year.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION continued

Fund Performance

As the Fund was launched less than one year ago, in accordance with FCA rules, no performance data is permitted to be reported.

Details of the distributions per share for the period are shown in the Distribution Table on pages 184 and 185.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 21.98%		
45,055	Amundi Index J.P. Morgan GBI Global Govies	1,905	1.01
140,636	iShares £ Index-Linked Gilts UCITS ETF	1,790	0.95
375,337	iShares Core UK Gilts UCITS ETF	3,746	1.99
271,936	Lord Abbett Global High Yield	2,779	1.48
141,476	Payden Global High Yield Bond	2,779	1.48
19,522	Vanguard Global Corporate Bond Index	1,899	1.01
2,930,383	WS Canlife Corporate Bond ¹	7,518	3.99
3,012,866	WS Canlife Global Macro Bond ¹	3,781	2.01
4,812,374	WS Canlife Short Duration Corporate Bond ¹	5,071	2.69
9,723,429	WS Canlife Sterling Short Term Bond ¹	10,109	5.37
	TOTAL FIXED INTEREST	<u>41,377</u>	<u>21.98</u>
	EQUITIES – 70.86%		
104,236	Amundi Prime Japan UCITS ETF	2,233	1.19
440,735	HICL Infrastructure ²	533	0.28
4,001,721	iShares Continental European Equity Index (UK)	13,213	7.02
4,618,276	iShares Emerging Markets Equity Index (UK)	8,389	4.46
1,923,562	iShares Japan Equity Index (UK)	5,287	2.81
181,278	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	4,485	2.38
17,278	SPDR S&P 500 UCITS ETF	6,163	3.27
601,373	WS Canlife Asia Pacific ¹	8,690	4.62
1,770,808	WS Canlife North American ¹	45,407	24.13
12,999,976	WS Canlife UK Equity ¹	19,757	10.50
2,702,089	WS Canlife UK Equity Income ¹	19,205	10.20
	TOTAL EQUITIES	<u>133,362</u>	<u>70.86</u>
	PROPERTY – 1.86%		
1,680,421	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	3,498	1.86

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	MONEY MARKETS – 4.93%		
8,655,862	WS Canlife Sterling Liquidity ¹	<u>9,271</u>	<u>4.93</u>
	Portfolio of investments	187,508	99.63
	Net other assets	<u>694</u>	<u>0.37</u>
	Net assets	<u>188,202</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

No comparatives as the Fund launched on 24 February 2023.

¹ Related party holding (see note 12).

² Closed end fund.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the period from 24 February 2023 to 15 October 2023

Total purchases for the period £'000 (note 16)	26,738	Total sales for the period £'000 (note 16)	28,708
Major purchases	Cost £'000	Major sales	Proceeds £'000
WS Canlife North American	10,159	WS Canlife UK Equity Income	6,774
WS Canlife Sterling Short Term Bond	4,302	iShares Continental European Equity Index (UK)	4,924
SPDR S&P 500 UCITS ETF	2,755	Xtrackers Russell 2000 UCITS ETF	4,618
Amundi Prime Japan UCITS ETF	1,951	iShares Mid Cap UK Equity Index (UK)	2,898
iShares £ Index-Linked Gilts UCITS ETF	1,905	WS Canlife Global Macro Bond	2,590
Payden Global High Yield Bond	1,248	WS Canlife Short Duration Corporate Bond	1,531
Lord Abbett Global High Yield	1,247	WS Canlife UK Equity	1,054
iShares Emerging Markets Equity Index (UK)	967	MSCI Japan UCITS ETF 1C	968
SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	953	iShares Japan Equity Index (UK)	947
Amundi Index J.P. Morgan GBI Global Govies	351	WS Canlife Corporate Bond	907

In addition to the above, in-specie transfers totalling £190,733,000 were made into the Fund.

In addition to the above, purchase totalling £4,901,000 and sales totalling £6,282,000 were made in short term investments during the period.

The summary of material portfolio changes represents the 10 largest purchases and sales during the period.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND FINANCIAL STATEMENTS STATEMENT OF TOTAL RETURN

for the period from 24 February 2023 to 15 October 2023

	Notes	£'000	24.02.23 to 15.10.23 ¹ £'000
Income:			
Net capital losses	3		(2,906)
Revenue	4	3,498	
Expenses	5	(1,333)	
Interest payable and similar charges	7	(4)	
Net revenue before taxation		2,161	
Taxation	6	—	
Net revenue after taxation			2,161
Total return before distributions			(745)
Distributions	8		(2,175)
Change in net assets attributable to shareholders from investment activities			(2,920)

¹ No comparative figures are presented for the Statement of Total Return as this is the Fund's first annual reporting period; the Fund launched on 24 February 2023.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period from 24 February 2023 to 15 October 2023

	Note	£'000	24.02.23 to 15.10.23 ¹ £'000
Opening net assets attributable to shareholders			–
Amounts receivable on issue of shares		5,772	
Amounts payable on redemption of shares		(10,984)	
In-specie in		<u>194,167</u>	188,955
Change in net assets attributable to shareholders from investment activities			(2,920)
Retained distributions on Accumulation shares	8		<u>2,167</u>
Closing net assets attributable to shareholders			<u>188,202</u>

¹ No comparative figures are presented for the Statement of Change in Net Assets Attributable to Shareholders as this is the Fund's first annual reporting period; the Fund launched on 24 February 2023.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2023

	Notes	15.10.23 ¹ £'000
ASSETS		
Fixed assets		
Investments		187,508
Current assets		
Debtors	9	73
Cash and cash equivalents	10	1,039
Total assets		<u>188,620</u>
LIABILITIES		
Creditors		
Other creditors	11	(418)
Total liabilities		<u>(418)</u>
Net assets attributable to shareholders		<u>188,202</u>

¹ No comparative figures are presented for the Balance Sheet as this is the Fund's first annual reporting period; the Fund launched on 24 February 2023.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS

for the period from 24 February 2023 to 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current period.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current period.

3. Net Capital Losses

The net capital losses during the period comprise:

	For the period from 24.02.23 to 15.10.23 £'000
Non-derivative securities	(2,970)
Transaction charges	(2)
AMC rebates from underlying investments	68
Currency losses	(2)
Net capital losses	<u>(2,906)</u>

The net capital losses figure includes realised losses of £1,114,000 and unrealised losses of £1,858,000.

4. Revenue

	For the period from 24.02.23 to 15.10.23 £'000
Non-taxable dividends	2,620
Taxable dividends	71
Interest distributions on CIS holdings	653
AMC rebates from underlying investments	129
Bank interest	25
Total revenue	<u>3,498</u>

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 24 February 2023 to 15 October 2023

5. Expenses

For the period
from 24.02.23
to 15.10.23
£'000

Payable to the ACD, associates of the ACD and agents of either of them:	
Annual Management Charge	1,238
Legal and professional fees	4
Typesetting costs	3
Registration fees	41
	1,286
Payable to the Depositary, associates of the Depositary and agents of either of them:	
Depositary's fees:	32
Safe custody and other bank charges	5
	37
Other expenses:	
Audit fees	10
Total expenses	1,333

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

For the period
from 24.02.23
to 15.10.23
£'000

a) Analysis of charge for the period	
Corporation tax at 20%	—
Current tax charge	—
Deferred tax – origination and reversal of timing differences (note 6c)	—
Total taxation (note 6b)	—

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 24 February 2023 to 15 October 2023

b) Factors affecting the tax charge for the period

The tax assessed for the period differs from the standard rate of corporation tax in the UK for an authorised fund (20%). The difference is explained below:

	For the period from 24.02.23 to 15.10.23 £'000
Net revenue before taxation	2,161
Corporation tax at 20%	432
Effects of:	
Non-taxable dividends	(524)
AMC rebates taken to capital	14
Unutilised excess management expenses	78
Corporation tax charge	-
Total tax charge (note 6a)	-

c) Deferred tax

At the period end there is a potential deferred tax asset of £78,000 in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current period.

7. Interest Payable and Similar Charges

	For the period from 24.02.23 to 15.10.23 £'000
Interest payable	4
Total interest payable and similar charges	4

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 24 February 2023 to 15 October 2023

8. Distributions

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

	For the period from 24.02.23 to 15.10.23 £'000
Interim	114
Final	2,053
	<u>2,167</u>
Add: Revenue deducted on redemption of shares	28
Deduct: Revenue received on issue of shares	<u>(20)</u>
Net distributions for the period	<u>2,175</u>

Details of the distributions per share are set out in the table on pages 184 and 185.

	For the period from 24.02.23 to 15.10.23 £'000
Distributions represented by:	
Net revenue after taxation	2,161
Allocations to capital:	
AMC rebates taken to capital, net of tax relief	<u>14</u>
Net distributions for the period	<u>2,175</u>

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 24 February 2023 to 15 October 2023

9. Debtors

	15.10.23 £'000
Accrued revenue:	
AMC rebates from underlying investments	47
Amounts receivable in relation to in specie transfer	25
Taxation recoverable:	
Income tax	1
Total debtors	<u>73</u>

10. Cash and Cash Equivalents

	15.10.23 £'000
Bank balances	<u>1,039</u>
Total cash and cash equivalents	<u>1,039</u>

11. Other Creditors

	15.10.23 £'000
Amounts payable for redemption of shares	148
Accrued expenses:	
Amounts payable to the ACD, associates of the ACD and agents of either of them:	
Annual Management Charge	240
Typesetting costs	3
Registration fees	8
	251

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 24 February 2023 to 15 October 2023

15.10.23
£'000

Amounts payable to the Depositary, associates of the Depositary and agents of either of them:	
Depositary's fees	6
Transaction charges	1
Safe custody and other bank charges	2
	9
Other expenses	10
Total other creditors	418

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the period end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 171 and amounts due at the period end are disclosed in note 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 3,968,905 of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 78,696,453 of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management and its associates	90.26%
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WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the period from 24 February 2023 to 15 October 2023

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000
Portfolio Manager and ACD in common	128,809

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments.

14. Shares in Issue

	A Accumulation	C Accumulation	G Accumulation
Annual Management Charge	1.50%	0.45%	0.375%
Opening shares in issue	–	–	–
Issues	53,843,428	5,841,908	32,527,352
Redemptions	<u>(1,462,998)</u>	<u>(484,940)</u>	<u>(3,076,487)</u>
Closing shares in issue	<u>52,380,430</u>	<u>5,356,968</u>	<u>29,450,865</u>

15. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 24 February 2023 to 15 October 2023

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 24 February 2023 to 15 October 2023

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1.

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 72.39% of the portfolio can be liquidated within 5 days and 73.40% within 21 working days. Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 24 February 2023 to 15 October 2023

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £9,375,000. A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current period.

16. Portfolio Transaction Costs

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	26,738	-	-	26,738
Purchases total	26,738	-	-	26,738
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	28,711	-	(3)	28,708
Sales total	28,711	-	(3)	28,708
Transaction cost % of sales total		-	0.01%	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.23 is nil.

The collective investment schemes include closed end funds.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the period from 24 February 2023 to 15 October 2023

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

15.10.23	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	20,855	166,653	–	187,508

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the period from 24 February 2023 to 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	Interim	Final
From	24.02.23	16.04.23
To	15.04.23	15.10.23

A ACCUMULATION SHARES

There were no interim distributions allocated in the current period.

Final	Net Revenue	Equalisation	Allocation 15.12.23
Group 1	1.8406	–	1.8406
Group 2	1.1299	0.7107	1.8406

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23
Group 1	0.2903	–	0.2903
Group 2	0.0062	0.2841	0.2903

Final	Net Revenue	Equalisation	Allocation 15.12.23
Group 1	3.0037	–	3.0037
Group 2	1.7780	1.2257	3.0037

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23
Group 1	0.3209	–	0.3209
Group 2	–	0.3209	0.3209

Final	Net Revenue	Equalisation	Allocation 15.12.23
Group 1	3.1505	–	3.1505
Group 2	0.8744	2.2761	3.1505

No comparatives have been shown as the Fund launched 24 February 2023.

WS CANLIFE PORTFOLIO III FUND ACD'S REPORT

for the year ended 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio III Fund ('the Fund') is to achieve capital growth and income over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 3 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities can be up to 45% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 3 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 3 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 3 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 0-35% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 0-35% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio III Fund

31 January 2024

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 5.48% in the twelve months to 15 October 2023. This compares with an increase of 4.10% in the Fund's benchmark, the IA Mixed Investment 0-35% Shares sector.

Fund Review

Bonds – and particularly exposure to UK corporate bonds – contributed overall to absolute returns during what was a volatile period for the asset class.

The equity portion of the portfolio contributed positively, benefiting from strong performance in the UK and global allocations. Cash holdings also contributed positively to returns as interest rates went higher due to the inflationary environment.

The Fund's exposure to property weighed heavily on returns, as the main holding – a UK property fund – struggled during a challenging environment for the asset class.

WS CANLIFE PORTFOLIO III FUND
ACD'S REPORT continued
PORTFOLIO MANAGER'S REPORT continued

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

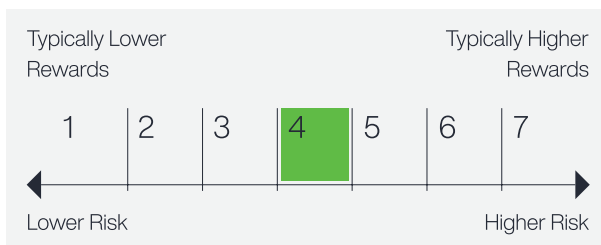
Portfolio Manager
3 November 2023

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 4 because its volatility has been measured as average.

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 3 hence the reference to III in the name of the Fund. Further details can be found in the Prospectus.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	114.50	132.37	126.96
Return before operating charges*	7.47	(15.65)	7.66
Operating charges ¹	(2.03)	(2.17)	(2.20)
Property expenses	(0.06)	(0.05)	(0.05)
Return after operating charges	5.38	(17.87)	5.41
Distributions	(3.18)	(2.27)	(2.11)
Retained distributions on accumulation shares	3.18	2.27	2.11
Closing net asset value per share	119.88	114.50	132.37
* after direct transaction costs of:	(0.03)	-	-

PERFORMANCE

Return after charges	4.70%	(13.50)%	4.26%
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OTHER INFORMATION

Closing net asset value (£'000)	2,819	2,880	2,882
Closing number of shares	2,351,086	2,515,074	2,177,467
Operating charges ¹	1.69%	1.70%	1.69%
Property expenses	0.05%	0.04%	0.04%
Direct transaction costs	0.02%	-	-

PRICES

Highest share price	124.63	136.38	134.26
Lowest share price	114.51	113.28	125.04

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	105.03	122.56	118.28
Return before operating charges*	6.89	(14.53)	7.17
Operating charges ¹	(0.79)	(0.85)	(0.88)
Property expenses	(0.06)	(0.05)	(0.05)
Return after operating charges	6.04	(15.43)	6.24
Distributions	(2.92)	(2.10)	(1.96)
Closing net asset value per share	108.15	105.03	122.56
* after direct transaction costs of:	(0.02)	-	-

PERFORMANCE

Return after charges	5.75%	(12.59)%	5.28%
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OTHER INFORMATION

Closing net asset value (£'000)	1,338	1,778	1,811
Closing number of shares	1,237,566	1,693,441	1,477,885
Operating charges ¹	0.72%	0.72%	0.72%
Property expenses	0.05%	0.04%	0.04%
Direct transaction costs	0.02%	-	-

PRICES

Highest share price	114.66	126.45	125.36
Lowest share price	105.05	105.14	116.54

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	124.09	142.06	134.93
Return before operating charges*	8.11	(16.92)	8.19
Operating charges ¹	(0.94)	(0.99)	(1.00)
Property expenses	(0.07)	(0.06)	(0.06)
Return after operating charges	7.10	(17.97)	7.13
Distributions	(3.47)	(2.45)	(2.45)
Retained distributions on accumulation shares	3.47	2.45	2.45
Closing net asset value per share	131.19	124.09	142.06
* after direct transaction costs of:	(0.03)	-	-

PERFORMANCE

Return after charges	5.72%	(12.65)%	5.28%
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OTHER INFORMATION

Closing net asset value (£'000)	34,134	35,942	37,787
Closing number of shares	26,017,720	28,965,390	26,599,699
Operating charges ¹	0.72%	0.72%	0.72%
Property expenses	0.05%	0.04%	0.04%
Direct transaction costs	0.02%	-	-

PRICES

Highest share price	135.47	146.57	143.94
Lowest share price	124.11	122.76	132.94

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	125.71	143.81	136.49
Return before operating charges*	8.22	(17.13)	8.28
Operating charges ¹	(0.85)	(0.91)	(0.90)
Property expenses	(0.07)	(0.06)	(0.06)
Return after operating charges	7.30	(18.10)	7.32
Distributions	(3.51)	(2.48)	(2.28)
Retained distributions on accumulation shares	3.51	2.48	2.28
Closing net asset value per share	133.01	125.71	143.81
* after direct transaction costs of:	(0.03)	-	-

PERFORMANCE

Return after charges	5.81%	(12.59)%	5.36%
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OTHER INFORMATION

Closing net asset value (£'000)	53,665	56,421	68,518
Closing number of shares	40,347,614	44,883,278	47,646,083
Operating charges ¹	0.64%	0.65%	0.64%
Property expenses	0.05%	0.04%	0.04%
Direct transaction costs	0.02%	-	-

PRICES

Highest share price	137.26	148.39	145.70
Lowest share price	125.73	124.36	134.48

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 15 October 2023 (%)

	1 year	3 years	5 years
WS Canlife Portfolio III Fund	5.48	(2.75)	6.15
IA Mixed Investment 0-35% Shares sector ¹	4.10	(4.39)	3.59

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 213 and 214.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE PORTFOLIO III FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 62.54% (15.10.22 – 60.45%)		
38,368	iShares £ Index-Linked Gilts UCITS ETF	488	0.53
273,248	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	1,352	1.47
214,346	iShares \$ Treasury Bond UCITS ETF GBP Hedged	880	0.96
1,269,874	iShares Core Global Aggregate Bond UCITS ETF	5,521	6.00
644,658	iShares Core UK Gilts UCITS ETF	6,434	6.99
5,049,102	iShares Index Linked Gilt Index	5,533	6.02
14,665	iShares UK Gilts 0-5yr	1,838	2.00
63,380	Vanguard Global Corporate Bond Index	6,167	6.70
3,841,667	WS Canlife Corporate Bond ¹	9,856	10.72
4,387,958	WS Canlife Global Macro Bond ¹	5,506	5.99
4,990,634	WS Canlife Short Duration Corporate Bond ¹	5,259	5.72
8,341,279	WS Canlife Sterling Short Term Bond ¹	8,680	9.44
	TOTAL FIXED INTEREST	57,514	62.54
	EQUITIES – 24.23% (15.10.22 – 25.88%)		
19,026	Amundi Prime Japan UCITS ETF	408	0.44
1,545,080	iShares Japan Equity Index (UK)	4,246	4.62
3,907	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	97	0.10
359,625	WS Canlife North American ¹	9,221	10.03
2,472,674	WS Canlife UK Equity ¹	3,758	4.09
640,048	WS Canlife UK Equity Income ¹	4,549	4.95
	TOTAL EQUITIES	22,279	24.23

WS CANLIFE PORTFOLIO III FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	PROPERTY – 4.82% (15.10.22 – 5.20%)		
49,579	iShares Developed Markets Property Yield UCITS ETF	826	0.90
46,218	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	96	0.10
202,856	iShares UK Property UCITS ETF	816	0.89
3,044,019	WS Canlife UK Property ACS ¹	<u>2,696</u>	<u>2.93</u>
	TOTAL PROPERTY	<u>4,434</u>	<u>4.82</u>
	MONEY MARKETS – 8.52% (15.10.22 – 8.50%)		
7,326,386	WS Canlife Sterling Liquidity ¹	<u>7,833</u>	<u>8.52</u>
	Portfolio of investments	92,060	100.11
	Net other liabilities	<u>(104)</u>	<u>(0.11)</u>
	Net assets	<u>91,956</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 12).

WS CANLIFE PORTFOLIO III FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2023

Total purchases for the year £'000 (note 16)	26,760	Total sales for the year £'000 (note 16)	36,557
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
Vanguard Global Corporate Bond Index	6,252	WS Canlife Global Macro Bond	5,855
iShares Core UK Gilts UCITS ETF	4,153	WS Canlife UK Government Bond	5,376
iShares Core Global Aggregate Bond UCITS ETF	2,721	WS Canlife UK Equity Income	4,748
iShares UK Gilts 0-5yr	2,270	iShares Core Global Aggregate Bond UCITS ETF	2,609
iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	1,861	iShares Index Linked Gilt Index	2,256
iShares USD Treasury Bond 20+ Year UCITS ETF	1,857	WS Canlife Sterling Short Term Bond	2,050
WS Canlife North American	1,710	WS Canlife North American	1,921
iShares \$ Treasury Bond UCITS ETF GBP Hedged	1,101	iShares USD Treasury Bond 20+ Year UCITS ETF	1,890
iShares UK Property UCITS ETF	923	iShares Core UK Gilts UCITS ETF	1,792
iShares FTSE 250 UCITS ETF	508	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	1,530

In addition to the above, purchases totalling £2,551,000 and sales totalling £3,321,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2023

	Notes	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Income:					
Net capital gains/(losses)	3		3,517		(15,411)
Revenue	4	2,654		1,990	
Expenses	5	(598)		(638)	
Interest payable and similar charges	7	<u>-</u>		<u>(1)</u>	
Net revenue before taxation		2,056		1,351	
Taxation	6	<u>(15)</u>		<u>(14)</u>	
Net revenue after taxation			<u>2,041</u>		<u>1,337</u>
Total return before distributions			<u>5,558</u>		<u>(14,074)</u>
Distributions	8		<u>(2,583)</u>		<u>(1,917)</u>
Change in net assets attributable to shareholders from investment activities			<u>2,975</u>		<u>(15,991)</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2023

	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Opening net assets attributable to shareholders		97,021		110,998
Amounts receivable on issue of shares	6,138		14,168	
Amounts payable on redemption of shares	<u>(16,663)</u>		<u>(14,034)</u>	
		(10,525)		134
Change in net assets attributable to shareholders from investment activities		2,975		(15,991)
Retained distributions on Accumulation shares		<u>2,485</u>		<u>1,880</u>
Closing net assets attributable to shareholders		<u>91,956</u>		<u>97,021</u>

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2023

	Notes	15.10.23 £'000	15.10.22 £'000
ASSETS			
Fixed assets			
Investments		92,060	97,053
Current assets			
Debtors	9	14	1,149
Cash and cash equivalents	10	164	67
Total assets		<u>92,238</u>	<u>98,269</u>
LIABILITIES			
Creditors			
Distribution payable	11	(21)	(21)
Other creditors	11	(261)	(1,227)
Total liabilities		<u>(282)</u>	<u>(1,248)</u>
Net assets attributable to shareholders		<u>91,956</u>	<u>97,021</u>

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The Fund has satisfied the qualifying investments test of Section 493 of the Corporation Taxes Act 2009, throughout the year. All distributions made are therefore made as gross interest distributions.

All expenses, with the exception of property income expenses, are transferred to capital for distribution purposes in line with the Fund's investment objective. This will increase the amount of revenue available for distribution; however, will erode capital and may constrain capital growth.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the year comprise:

	15.10.23 £'000	15.10.22 £'000
Non-derivative securities	3,442	(15,505)
Transaction charges	(3)	(2)
AMC rebates from underlying investments	78	99
Currency losses	—	(3)
Net capital gains/(losses)	<u>3,517</u>	<u>(15,411)</u>

The net capital gains figure includes realised losses of £2,773,000 and unrealised losses £3,210,000 (15.10.22: includes realised gains of £994,000 and unrealised losses of £9,425,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

4. Revenue

	15.10.23 £'000	15.10.22 £'000
Non-taxable dividends	656	702
Taxable dividends	1,810	1,108
AMC rebates from underlying investments	45	53
Bank interest	5	1
Property – rental income	138	126
Total revenue	<u>2,654</u>	<u>1,990</u>

5. Expenses

	15.10.23 £'000	15.10.22 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	431	467
Legal and professional fees	8	8
Typesetting costs	3	3
Registration fees	45	48
	487	526
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	35	38
Safe custody and other bank charges	11	9
	46	47

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Other expenses:		
Audit fees	11	10
Property income expenses on tax transparent fund	44	42
Expenses on tax transparent fund	23	28
Refund of expenses from tax transparent fund	(13)	(15)
	<u>65</u>	<u>65</u>
Total expenses	<u>598</u>	<u>638</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

	15.10.23 £'000	15.10.22 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	17	17
Adjustments in respect of prior periods	<u>(2)</u>	<u>(3)</u>
Current tax charge	15	14
Deferred tax – origination and reversal of timing differences (note 6c)	<u>-</u>	<u>-</u>
Total taxation (note 6b)	<u>15</u>	<u>14</u>

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.22: 20%). The difference is explained below:

	15.10.23 £'000	15.10.22 £'000
Net revenue before taxation	<u>2,056</u>	<u>1,351</u>
Corporation tax at 20%	411	270

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Effects of:		
Non-taxable dividends	(131)	(140)
AMC rebates taken to capital	15	20
Tax deductible interest distributions	<u>(278)</u>	<u>(133)</u>
Corporation tax charge	17	17
Adjustments in respect of prior periods	<u>(2)</u>	<u>(3)</u>
Total tax charge (note 6a)	<u>15</u>	<u>14</u>

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

7. Interest Payable and Similar Charges

	15.10.23 £'000	15.10.22 £'000
Interest payable	<u>-</u>	<u>1</u>
Total interest payable and similar charges	<u>-</u>	<u>1</u>

8. Distributions

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

	15.10.23 £'000	15.10.22 £'000
Interim	1,133	773
Final	<u>1,393</u>	<u>1,142</u>
	2,526	1,915
Add: Revenue deducted on redemption of shares	94	55
Deduct: Revenue received on issue of shares	<u>(37)</u>	<u>(53)</u>
Net distributions for the year	<u>2,583</u>	<u>1,917</u>

Details of the distributions per share are set out in the table on pages 213 and 214.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Distributions represented by:		
Net revenue after taxation	2,041	1,337
Allocations to capital:		
Expenses, net of tax relief	542	580
Net distributions for the year	<u>2,583</u>	<u>1,917</u>

9. Debtors

	15.10.23 £'000	15.10.22 £'000
Amounts receivable for issue of shares	–	163
Sales awaiting settlement	–	968
Accrued revenue:		
AMC rebates from underlying investments	14	18
Total debtors	<u>14</u>	<u>1,149</u>

10. Cash and Cash Equivalents

	15.10.23 £'000	15.10.22 £'000
Bank balances	164	67
Total cash and cash equivalents	<u>164</u>	<u>67</u>

11. Creditors

	15.10.23 £'000	15.10.22 £'000
Distribution payable	<u>21</u>	<u>21</u>
Other Creditors		
Amounts payable for redemption of shares	168	47

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Purchases awaiting settlement	–	1,124
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	50	18
Typesetting costs	3	2
Legal and professional fees	–	1
Registration fees	5	6
	58	27
Amounts payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	4	2
Transaction charges	1	1
Safe custody and other bank charges	2	2
	7	5
Other expenses	11	10
Taxation payable:		
Corporation tax	17	14
Total other creditors	<u>261</u>	<u>1,227</u>

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 199 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 6,689 (15.10.22: 6,689) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 53,335,977 (15.10.22: 58,339,557) of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 76.27% (15.10.22: 74.74%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000	15.10.22 £'000
Portfolio Manager and ACD in common	57,358	72,685

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.22: none).

14. Shares in Issue

	A Accumulation	C Income	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.45%	0.375%
Opening shares in issue	2,515,074	1,693,441	28,965,390	44,883,278
Issues	29,956	60,812	2,570,928	2,033,022
Redemptions	(193,944)	(516,687)	(5,518,598)	(6,568,686)
Closing shares in issue	2,351,086	1,237,566	26,017,720	40,347,614

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

15. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

The table below shows the direct foreign currency risk profile:

	15.10.23 £'000	15.10.22 £'000
Currency:		
US dollars	–	506
Pounds sterling	91,956	96,515
Net assets	<u>91,956</u>	<u>97,021</u>

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £nil on the net assets of the Fund (15.10.22: £25,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.22: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 68.43% of the portfolio can be liquidated within 5 days and 74.33% within 21 working days (15.10.22: 68.34% within 5 days and 73.33% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £4,603,000 (15.10.22: £4,853,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	26,758	-	2	26,760
Purchases total	26,758	-	2	26,760
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	36,577	-	(20)	36,557
Sales total	36,577	-	(20)	36,557
Transaction cost % of sales total		-	0.06%	
Transaction cost % of average NAV		-	0.02%	

Average portfolio dealing spread at 15.10.23 is nil (15.10.22: 0.03%).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.22				
Collective investment schemes	24,685	-	1	24,686
Purchases total	24,685	-	1	24,686
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	14,157	-	(1)	14,156
Sales total	14,157	-	(1)	14,156
Transaction cost % of sales total		-	0.01%	
Transaction cost % of average NAV		-	-	

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	18,660	73,400	–	92,060

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.22				
Investment assets	12,844	84,209	–	97,053

WS CANLIFE PORTFOLIO III FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	Interim	Final
From	16.10.22	16.04.23
To	15.04.23	15.10.23

A ACCUMULATION SHARES

Interim	Gross Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.3621	–	1.3621	0.9184
Group 2	0.0102	1.3519	1.3621	0.9184

Final	Gross Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.8195	–	1.8195	1.3506
Group 2	1.8195	0.0000	1.8195	1.3506

C INCOME SHARES

Interim	Gross Revenue	Equalisation	Paid 15.06.23	Paid 15.06.22
Group 1	1.2530	–	1.2530	0.8521
Group 2	0.4537	0.7993	1.2530	0.8521

Final	Gross Revenue	Equalisation	Payable 15.12.23	Paid 15.12.22
Group 1	1.6638	–	1.6638	1.2513
Group 2	1.3826	0.2812	1.6638	1.2513

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

C ACCUMULATION SHARES

Interim	Gross Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.4803	–	1.4803	0.9879
Group 2	0.9499	0.5304	1.4803	0.9879

Final	Gross Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.9872	–	1.9872	1.4607
Group 2	1.2137	0.7735	1.9872	1.4607

G ACCUMULATION SHARES

Interim	Gross Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.5000	–	1.5000	1.0004
Group 2	0.2861	1.2139	1.5000	1.0004

Final	Gross Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.0143	–	2.0143	1.4799
Group 2	1.1080	0.9063	2.0143	1.4799

WS CANLIFE PORTFOLIO IV FUND ACD'S REPORT

for the year ended 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio IV Fund ('the Fund') is to achieve capital growth and income over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 4 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities can be up to 60% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 4 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 4 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 4 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO IV FUND ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio IV Fund

31 January 2024

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 7.09% in the twelve months to 15 October 2023. This compares with an increase of 5.65% in the Fund's benchmark, the IA Mixed Investment 20-60% Shares sector.

Fund Review

Bonds – particularly exposure to UK corporate bonds – contributed overall to absolute returns during what was a volatile period for the asset class.

The equity portion of the portfolio also contributed positively, benefiting from strong performance in the UK and global allocations. Cash holdings also contributed positively to returns as interest rates went higher due to the inflationary environment.

The Fund's exposure to property weighed heavily on returns, as the main holding – a UK property fund – struggled during a challenging environment for the asset class.

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

WS CANLIFE PORTFOLIO IV FUND
ACD'S REPORT continued
PORTFOLIO MANAGER'S REPORT continued

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

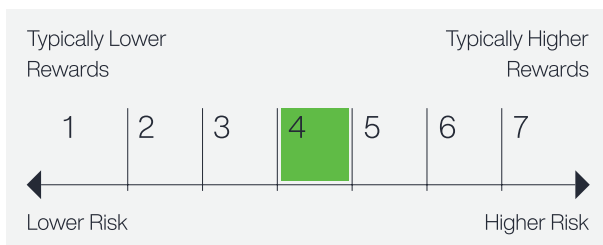
Portfolio Manager
3 November 2023

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 4 because its volatility has been measured as average.

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 4 hence the reference to IV in the name of the Fund. Further details can be found in the Prospectus.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	127.28	145.14	133.13
Return before operating charges*	10.47	(15.46)	14.42
Operating charges ¹	(2.25)	(2.34)	(2.35)
Property expenses	(0.05)	(0.06)	(0.06)
Return after operating charges	8.17	(17.86)	12.01
Distributions	(3.16)	(2.51)	(2.31)
Retained distributions on accumulation shares	3.16	2.51	2.31
Closing net asset value per share	135.45	127.28	145.14
* after direct transaction costs of:	0.02	-	-

PERFORMANCE

Return after charges	6.42%	(12.31)%	9.02%
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OTHER INFORMATION

Closing net asset value (£'000)	5,457	5,317	5,524
Closing number of shares	4,028,894	4,177,554	3,805,804
Operating charges ¹	1.66%	1.66%	1.67%
Property expenses	0.04%	0.04%	0.04%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	140.64	149.98	147.11
Lowest share price	127.06	126.04	130.19

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	114.01	131.44	121.51
Return before operating charges*	9.15	(14.27)	12.93
Operating charges ¹	(0.82)	(0.88)	(0.89)
Property expenses	(0.05)	(0.05)	(0.05)
Return after operating charges	8.28	(15.20)	11.99
Distributions	(2.83)	(2.23)	(2.06)
Closing net asset value per share	119.46	114.01	131.44
* after direct transaction costs of:	0.02	-	-

PERFORMANCE

Return after charges	7.26%	(11.56)%	9.87%
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OTHER INFORMATION

Closing net asset value (£'000)	3,249	2,564	2,368
Closing number of shares	2,720,098	2,248,346	1,801,677
Operating charges ¹	0.68%	0.69%	0.69%
Property expenses	0.04%	0.04%	0.04%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	126.28	136.02	134.47
Lowest share price	113.82	114.32	118.88

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	135.72	153.56	139.75
Return before operating charges*	10.89	(16.75)	14.89
Operating charges ¹	(0.99)	(1.03)	(1.02)
Property expenses	(0.06)	(0.06)	(0.06)
Return after operating charges	9.84	(17.84)	13.81
Distributions	(3.39)	(2.61)	(2.38)
Retained distributions on accumulation shares	3.39	2.61	2.38
Closing net asset value per share	145.56	135.72	153.56
* after direct transaction costs of:	0.02	-	-

PERFORMANCE

Return after charges	7.25%	(11.62)%	9.88%
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OTHER INFORMATION

Closing net asset value (£'000)	112,553	96,779	102,204
Closing number of shares	77,323,258	71,306,999	66,557,060
Operating charges ¹	0.68%	0.69%	0.69%
Property expenses	0.04%	0.04%	0.04%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	150.32	158.91	155.52
Lowest share price	135.50	134.39	136.72

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	137.18	155.12	141.09
Return before operating charges*	10.99	(16.96)	15.02
Operating charges ¹	(0.89)	(0.92)	(0.93)
Property expenses	(0.06)	(0.06)	(0.06)
Return after operating charges	10.04	(17.94)	14.03
Distributions	(3.42)	(2.64)	(2.41)
Retained distributions on accumulation shares	3.42	2.64	2.41
Closing net asset value per share	147.22	137.18	155.12
* after direct transaction costs of:	0.02	-	-

PERFORMANCE

Return after charges	7.32%	(11.57)%	9.94%
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OTHER INFORMATION

Closing net asset value (£'000)	146,499	145,370	163,948
Closing number of shares	99,511,932	105,966,938	105,691,194
Operating charges ¹	0.61%	0.61%	0.62%
Property expenses	0.04%	0.04%	0.04%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	151.97	160.54	157.09
Lowest share price	136.96	135.84	138.03

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO IV FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2023 (%)

	1 year	3 years	5 years
WS Canlife Portfolio IV Fund	7.09	4.17	14.32
IA Mixed Investment 20-60% Shares sector ¹	5.65	2.29	10.07

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Accumulation shares which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 242 and 243.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE PORTFOLIO IV FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 46.87% (15.10.22 – 43.91%)		
103,441	iShares £ Index-Linked Gilts UCITS ETF	1,316	0.49
837,760	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	4,146	1.55
611,238	iShares \$ Treasury Bond UCITS ETF GBP Hedged	2,509	0.94
2,863,090	iShares Core Global Aggregate Bond UCITS ETF	12,449	4.65
655,449	iShares Core UK Gilts UCITS ETF	6,541	2.44
14,184,765	iShares Index Linked Gilt Index (UK)	15,543	5.81
34,273	iShares UK Gilts 0-5yr UCITS ETF	4,295	1.60
11,000,452	WS Canlife Corporate Bond ¹	28,223	10.54
9,682,990	WS Canlife Global Macro Bond ¹	12,150	4.54
11,058,252	WS Canlife Short Duration Corporate Bond ¹	11,652	4.35
13,706,394	WS Canlife Sterling Short Term Bond ¹	14,250	5.32
127,627	Vanguard Global Corporate Bond Index	12,418	4.64
	TOTAL FIXED INTEREST	125,492	46.87
	EQUITIES – 43.24% (15.10.22 – 43.90%)		
180,788	Amundi Prime Japan UCITS ETF	3,873	1.45
4,148,360	iShares Continental European Equity Index (UK)	13,697	5.11
33,663	iShares FTSE 250 UCITS ETF	552	0.21
3,993,521	iShares Japan Equity Index (UK)	10,976	4.10
19,538	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	483	0.18
729,629	WS Canlife Asia Pacific ¹	10,543	3.94
740,925	WS Canlife European ¹	1,381	0.51
1,548,600	WS Canlife North American ¹	39,709	14.83
10,539,498	WS Canlife UK Equity ¹	16,018	5.98
2,609,381	WS Canlife UK Equity Income ¹	18,546	6.93
	TOTAL EQUITIES	115,778	43.24

WS CANLIFE PORTFOLIO IV FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

 Holding	 Portfolio of Investments	 Value £'000	 15.10.23 %
	PROPERTY – 4.74% (15.10.22 – 5.23%)		
142,819	iShares Developed Markets Property Yield UCITS ETF	2,379	0.89
466,446	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	971	0.36
560,833	iShares UK Property UCITS ETF	2,257	0.84
8,005,782	WS Canlife UK Property ACS ¹	7,090	2.65
	TOTAL PROPERTY	12,697	4.74
	MONEY MARKETS – 5.12% (15.10.22 – 7.03%)		
12,812,583	WS Canlife Sterling Liquidity ¹	13,724	5.12
	Portfolio of investments	267,691	99.97
	Net other assets	67	0.03
	Net assets	267,758	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 12).

WS CANLIFE PORTFOLIO IV FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2023

Total purchases for the year £'000 (note 16)	70,634	Total sales for the year £'000 (note 16)	67,256
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
Vanguard Global Corporate Bond Index	12,587	WS Canlife UK Equity Income	10,266
iShares Core UK Gilts UCITS ETF	6,442	WS Canlife UK Government Bond	6,162
iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	6,306	iShares Core UK Gilts UCITS ETF	5,950
WS Canlife North American	5,500	iShares Index Linked Gilt Index (UK)	5,565
WS Canlife Corporate Bond	5,300	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	4,650
iShares UK Gilts 0-5yr UCITS ETF	4,249	WS Canlife Sterling Short Term Bond	4,402
Amundi Prime Japan UCITS ETF	3,855	WS Canlife North American	4,070
iShares \$ Treasury Bond 20+yr UCITS ETF	3,598	WS Canlife Short Duration Corporate Bond	3,892
iShares \$ Treasury Bond UCITS ETF GBP Hedged	2,701	WS Canlife Global Macro Bond	3,876
iShares Core Global Aggregate Bond UCITS ETF	2,675	iShares \$ Treasury Bond 20+yr UCITS ETF	3,677

In addition to the above, purchases totalling £4,001,000 and sales totalling £8,622,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2023

	Notes	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Income:					
Net capital gains/(losses)	3		12,943		(36,616)
Revenue	4	7,215		5,422	
Expenses	5	(1,489)		(1,507)	
Interest payable and similar charges	7	(1)		-	
Net revenue before taxation		5,725		3,915	
Taxation	6	(591)		(249)	
Net revenue after taxation			5,134		3,666
Total return before distributions			18,077		(32,950)
Distributions	8		(6,242)		(4,795)
Change in net assets attributable to shareholders from investment activities			11,835		(37,745)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2023

	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Opening net assets attributable to shareholders		250,030		274,044
Amounts receivable on issue of shares	25,437		30,808	
Amounts payable on redemption of shares	(25,711)		(21,855)	
		(274)		8,953
Change in net assets attributable to shareholders from investment activities		11,835		(37,745)
Retained distributions on Accumulation shares		6,167		4,778
Closing net assets attributable to shareholders		267,758		250,030

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2023

	Notes	15.10.23 £'000	15.10.22 £'000
ASSETS			
Fixed assets			
Investments		267,691	250,199
Current assets			
Debtors	9	372	3,144
Cash and cash equivalents	10	511	246
Total assets		<u>268,574</u>	<u>253,589</u>
LIABILITIES			
Creditors			
Distribution payable	11	(48)	(32)
Other creditors	11	(768)	(3,527)
Total liabilities		<u>(816)</u>	<u>(3,559)</u>
Net assets attributable to shareholders		<u>267,758</u>	<u>250,030</u>

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current and prior year. The additional distribution policy described below has also been applied to this Fund.

All expenses, with the exception of property income expenses, are transferred to capital for distribution purposes in line with the Fund's investment objective. This will increase the amount of revenue available for distribution; however, will erode capital and may constrain capital growth.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the year comprise:

	15.10.23 £'000	15.10.22 £'000
Non-derivative securities	12,762	(36,816)
Transaction charges	(5)	(4)
AMC rebates from underlying investments	193	208
Currency losses	(7)	(4)
Net capital gains/(losses)	<u>12,943</u>	<u>(36,616)</u>

The net capital gains figure includes realised losses of £2,656,000 and unrealised gains of £2,695,000 (15.10.22: includes realised gains of £2,944,000 and unrealised losses of £12,716,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

4. Revenue

	15.10.23 £'000	15.10.22 £'000
Non-taxable dividends	2,935	2,836
Taxable dividends	636	205
Interest distributions on CIS holdings	3,050	1,845
AMC rebates from underlying investments	202	221
Bank interest	27	1
Property – rental income	365	314
Total revenue	<u>7,215</u>	<u>5,422</u>

5. Expenses

	15.10.23 £'000	15.10.22 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,140	1,165
Legal and professional fees	8	8
Typesetting costs	3	3
Registration fees	102	104
	1,253	1,280
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	60	61
Safe custody and other bank charges	20	17
	80	78

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Other expenses:		
Audit fees	11	10
Property income expenses on tax transparent fund	117	107
Expenses on tax transparent fund	62	70
Rebate of expenses from tax transparent fund	(34)	(38)
	<u>156</u>	<u>149</u>
Total expenses	<u>1,489</u>	<u>1,507</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

	15.10.23 £'000	15.10.22 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	597	258
Overseas tax	-	(1)
Adjustments in respect of prior periods	(6)	(8)
Current tax charge	<u>591</u>	<u>249</u>
Deferred tax – origination and reversal of timing differences (note 6c)	-	-
Total taxation (note 6b)	<u>591</u>	<u>249</u>

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.22: 20%). The difference is explained below:

	15.10.23 £'000	15.10.22 £'000
Net revenue before taxation	<u>5,725</u>	<u>3,915</u>
Corporation tax at 20%	1,145	783

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Effects of:		
Non-taxable dividends	(587)	(567)
AMC rebates taken to capital	39	42
Corporation tax charge	597	258
Overseas tax	-	(1)
Adjustments in respect of prior periods	(6)	(8)
Total tax charge (note 6a)	591	249

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

7. Interest Payable and Similar Charges

	15.10.23 £'000	15.10.22 £'000
Interest payable	1	-
Total interest payable and similar charges	1	-

8. Distributions

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

	15.10.23 £'000	15.10.22 £'000
Interim	2,376	1,715
Final	3,864	3,112
	6,240	4,827
Add: Revenue deducted on redemption of shares	146	78
Deduct: Revenue received on issue of shares	(144)	(110)
Net distributions for the year	6,242	4,795

Details of the distributions per share are set out in the table on pages 242 and 243.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Distributions represented by:		
Net revenue after taxation	5,134	3,666
Allocations to capital:		
Expenses, net of tax relief	1,108	1,129
Net distributions for the year	<u>6,242</u>	<u>4,795</u>

9. Debtors

	15.10.23 £'000	15.10.22 £'000
Amounts receivable for issue of shares	72	268
Sales awaiting settlement	250	2,825
Accrued revenue:		
AMC rebates from underlying investments	50	51
Total debtors	<u>372</u>	<u>3,144</u>

10. Cash and Cash Equivalents

	15.10.23 £'000	15.10.22 £'000
Bank balances	511	246
Total cash and cash equivalents	<u>511</u>	<u>246</u>

11. Creditors

	15.10.23 £'000	15.10.22 £'000
Distribution payable	<u>48</u>	<u>32</u>
Other Creditors		
Amounts payable for redemption of shares	222	79

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Purchases awaiting settlement	250	3,181
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	142	44
Typesetting costs	3	3
Legal and professional fees	–	1
Registration fees	13	13
	158	61
Amounts payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	7	2
Transaction charges	1	1
Safe custody and other bank charges	4	3
	12	6
Other expenses	11	10
Taxation payable:		
Corporation tax	115	190
Total other creditors	<u>768</u>	<u>3,527</u>

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 228 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 47,844 (15.10.22: 47,844) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 143,966,503 (15.10.22: 153,352,578) of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 78.42% (15.10.22: 83.48%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000	15.10.22 £'000
Portfolio Manager and ACD in common	173,286	183,661

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.22: none).

14. Shares in Issue

	A Accumulation	C Income	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.45%	0.375%
Opening shares in issue	4,177,554	2,248,346	71,306,999	105,966,938
Issues	308,074	689,878	10,792,493	5,892,757
Redemptions	<u>(456,734)</u>	<u>(218,126)</u>	<u>(4,776,234)</u>	<u>(12,347,763)</u>
Closing shares in issue	<u>4,028,894</u>	<u>2,720,098</u>	<u>77,323,258</u>	<u>99,511,932</u>

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

15. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	15.10.23 £'000	15.10.22 £'000
Currency:		
Euros	–	1,529
US dollars	–	1,090
	–	2,619
Pounds sterling	267,758	247,411
Net assets	267,758	250,030

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £nil on the net assets of the Fund (15.10.22: £131,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.22: 1:1 and 1:1 respectively).

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 67.42% of the portfolio can be liquidated within 5 days and 71.83% within 21 working days (15.10.22: 66.33% within 5 days and 69.47% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £13,385,000 (15.10.22: £12,510,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	70,620	-	14	70,634
Purchases total	70,620	-	14	70,634
Transaction cost % of purchases total		-	0.02%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	67,280	-	(24)	67,256
Sales total	67,280	-	(24)	67,256
Transaction cost % of sales total		-	0.04%	
Transaction cost % of average NAV		-	0.01%	

Average portfolio dealing spread at 15.10.23 is nil (15.10.22: 0.02%).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.22				
Collective investment schemes	53,129	-	-	53,129
Purchases total	53,129	-	-	53,129
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	29,517	-	-	29,517
Sales total	29,517	-	-	29,517
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	40,800	226,891	–	267,691

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.22				
Investment assets	25,722	224,477	–	250,199

WS CANLIFE PORTFOLIO IV FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	Interim	Final
From	16.10.22	16.04.23
To	15.04.23	15.10.23

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.2008	–	1.2008	0.9504
Group 2	1.1916	0.0092	1.2008	0.9504

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.9545	–	1.9545	1.5568
Group 2	1.6812	0.2733	1.9545	1.5568

C INCOME SHARES

Interim	Net Revenue	Equalisation	Paid 15.06.23	Paid 15.06.22
Group 1	1.0799	–	1.0799	0.7895
Group 2	1.0298	0.0501	1.0799	0.7895

Final	Net Revenue	Equalisation	Payable 15.12.23	Paid 15.12.22
Group 1	1.7489	–	1.7489	1.4378
Group 2	0.2940	1.4549	1.7489	1.4378

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.2852	–	1.2852	0.9229
Group 2	0.5400	0.7452	1.2852	0.9229

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.1005	–	2.1005	1.6896
Group 2	1.3543	0.7462	2.1005	1.6896

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.2993	–	1.2993	0.9326
Group 2	0.6606	0.6387	1.2993	0.9326

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.1242	–	2.1242	1.7075
Group 2	1.0857	1.0385	2.1242	1.7075

WS CANLIFE PORTFOLIO V FUND ACD'S REPORT

for the year ended 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio V Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 5 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities may be up to 75% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 5 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 5 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 5 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio V Fund

31 January 2024

WS CANLIFE PORTFOLIO V FUND ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT for the year ended 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 8.17% in the twelve months to 15 October 2023. This compares with an increase of 7.01% in the Fund's benchmark, the IA Mixed Investment 40-85% Shares sector.

Fund Review

The equity portion of the portfolio contributed positively to total returns during the period, benefiting from strong performance in most regions.

Bonds – particularly exposure to UK corporate bonds – also contributed to performance overall during what was a volatile period for the asset class. Cash holdings also contributed positively to returns as interest rates went higher due to the inflationary environment.

The Fund's exposure to property weighed heavily on returns, as the main holding – a UK property fund – struggled during a challenging environment for the asset class.

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

WS CANLIFE PORTFOLIO V FUND
ACD'S REPORT continued
PORTFOLIO MANAGER'S REPORT continued

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

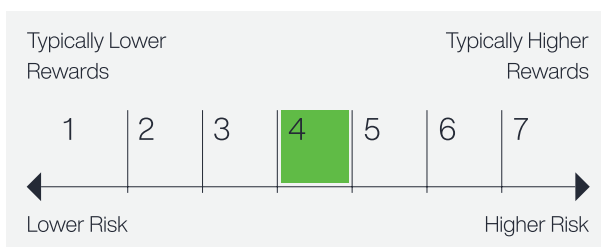
Portfolio Manager
3 November 2023

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 4 because its volatility has been measured as average.

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 5 hence the reference to V in the name of the Fund. Further details can be found in the Prospectus.

The risk profile is not guaranteed to remain the same and may shift over time. It is based on historical data and may not be a reliable indication of the Fund's future risk profile.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	142.54	156.45	138.01
Return before operating charges*	13.23	(11.25)	21.00
Operating charges ¹	(2.53)	(2.60)	(2.52)
Property expenses	(0.06)	(0.06)	(0.04)
Return after operating charges	10.64	(13.91)	18.44
Distributions	(1.76)	(1.15)	(0.93)
Retained distributions on accumulation shares	1.76	1.15	0.93
Closing net asset value per share	153.18	142.54	156.45
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	7.46%	(8.89)%	13.36%
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OTHER INFORMATION

Closing net asset value (£'000)	8,838	7,695	7,101
Closing number of shares	5,769,985	5,398,422	4,539,177
Operating charges ¹	1.67%	1.69%	1.68%
Property expenses	0.04%	0.04%	0.03%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	157.69	162.04	158.44
Lowest share price	141.78	141.02	134.05

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	151.94	165.46	144.82
Return before operating charges*	13.82	(12.27)	21.79
Operating charges ¹	(1.14)	(1.18)	(1.10)
Property expenses	(0.07)	(0.07)	(0.05)
Return after operating charges	12.61	(13.52)	20.64
Distributions	(3.15)	(2.46)	(2.19)
Retained distributions on accumulation shares	3.15	2.46	2.19
Closing net asset value per share	164.55	151.94	165.46
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	8.30%	(8.17)%	14.25%
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OTHER INFORMATION

Closing net asset value (£'000)	118,505	84,455	73,693
Closing number of shares	72,016,449	55,584,081	44,539,376
Operating charges ¹	0.70%	0.72%	0.70%
Property expenses	0.04%	0.04%	0.03%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	168.48	171.62	167.42
Lowest share price	151.13	150.31	140.72

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	153.61	167.17	146.23
Return before operating charges*	13.94	(12.43)	21.99
Operating charges ¹	(1.02)	(1.06)	(1.00)
Property expenses	(0.07)	(0.07)	(0.05)
Return after operating charges	12.85	(13.56)	20.94
Distributions	(3.29)	(2.58)	(2.32)
Retained distributions on accumulation shares	3.29	2.58	2.32
Closing net asset value per share	166.46	153.61	167.17
* after direct transaction costs of:	0.01	-	-

PERFORMANCE

Return after charges	8.37%	(8.11)%	14.32%
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OTHER INFORMATION

Closing net asset value (£'000)	136,203	128,111	137,259
Closing number of shares	81,824,142	83,400,847	82,107,325
Operating charges ¹	0.62%	0.64%	0.63%
Property expenses	0.04%	0.04%	0.03%
Direct transaction costs	0.01%	-	-

PRICES

Highest share price	170.36	173.41	169.14
Lowest share price	152.79	151.96	142.10

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO V FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2023 (%)

	1 year	3 years	5 years
WS Canlife Portfolio V Fund	8.17	13.62	25.90
IA Mixed Investment 40-85% Shares sector ¹	7.01	8.53	20.99

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 270 and 271.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

PORTFOLIO STATEMENT

as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 28.87% (15.10.22 – 26.97%)		
84,408	iShares £ Index-Linked Gilts UCITS ETF	1,074	0.41
534,851	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	2,647	1.00
607,461	iShares \$ Treasury Bond UCITS ETF GBP Hedged	2,494	0.95
1,197,346	iShares Core Global Aggregate Bond UCITS ETF	5,206	1.98
523,364	iShares Core UK Gilts UCITS ETF	5,223	1.98
5,849,574	iShares Index Linked Gilt Index (UK)	6,410	2.43
153,254	Vanguard Global Corporate Bond Index	14,911	5.66
5,449,464	WS Canlife Corporate Bond ¹	13,981	5.31
4,146,420	WS Canlife Global Macro Bond ¹	5,203	1.97
8,288,648	WS Canlife Short Duration Corporate Bond ¹	8,734	3.31
9,809,893	WS Canlife Sterling Short Term Bond ¹	10,199	3.87
	TOTAL FIXED INTEREST	76,082	28.87
	EQUITIES – 62.89% (15.10.22 – 57.71%)		
130,394	Amundi Prime Japan UCITS ETF	2,794	1.06
4,053,182	iShares Continental European Equity Index (UK)	13,383	5.08
5,567,041	iShares Emerging Markets Equity Index (UK)	10,113	3.83
81,618	iShares FTSE 250 UCITS ETF	1,338	0.51
4,493,435	iShares Japan Equity Index (UK)	12,349	4.69
13,677	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	338	0.13
706,848	WS Canlife Asia Pacific ¹	10,214	3.87
715,943	WS Canlife European ¹	1,335	0.51
2,273,622	WS Canlife North American ¹	58,299	22.12
18,768,989	WS Canlife UK Equity ¹	28,525	10.82
3,808,284	WS Canlife UK Equity Income ¹	27,068	10.27
	TOTAL EQUITIES	165,756	62.89

WS CANLIFE PORTFOLIO V FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

 Holding	 Portfolio of Investments	 Value £'000	 15.10.23 %
	PROPERTY – 4.42% (15.10.22 – 5.20%)		
126,498	iShares Developed Markets Property Yield UCITS ETF	2,107	0.80
491,259	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	1,022	0.39
610,924	iShares UK Property UCITS ETF	2,459	0.93
6,835,789	WS Canlife UK Property ACS ¹	6,054	2.30
	TOTAL PROPERTY	11,642	4.42
	EMERGING MARKETS – 0.00% (15.10.22 – 3.94%)	–	–
	MONEY MARKETS – 3.56% (15.10.22 – 6.61%)		
8,761,988	WS Canlife Sterling Liquidity ¹	9,385	3.56
	Portfolio of investments	262,865	99.74
	Net other assets	681	0.26
	Net assets	263,546	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 12).

WS CANLIFE PORTFOLIO V FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2023

Total purchases for the year £'000 (note 16)	71,192	Total sales for the year £'000 (note 16)	42,976
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
Vanguard Global Corporate Bond Index	15,116	WS Canlife Global Macro Bond	4,668
WS Canlife North American	11,013	WS Canlife Sterling Short Term Bond	4,151
iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	5,157	WS Canlife North American	3,676
iShares Core Global Aggregate Bond UCITS ETF	4,876	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	3,651
iShares Core UK Gilts UCITS ETF	3,455	WS Canlife UK Equity Income	3,077
iShares UK Property UCITS ETF	2,866	iShares Index Linked Gilt Index (UK)	2,935
Amundi Prime Japan UCITS ETF	2,803	iShares Core UK Gilts UCITS ETF	2,764
iShares \$ Treasury Bond UCITS ETF GBP Hedged	2,670	iShares \$ Treasury Bond 20+yr UCITS ETF	2,183
iShares Continental European Equity Index (UK)	2,521	iShares Developed Markets Property Yield UCITS ETF	2,127
iShares Emerging Markets Equity Index (UK)	2,256	iShares S&P U.S. Banks UCITS ETF	1,988

In addition to the above, purchases totalling £4,651,000 and sales totalling £10,442,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2023

	Notes	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Income:					
Net capital gains/(losses)	3		13,754		(22,568)
Revenue	4	6,599		4,756	
Expenses	5	(1,414)		(1,276)	
Interest payable and similar charges	7	(1)		(1)	
Net revenue before taxation		5,184		3,479	
Taxation	6	(301)		(72)	
Net revenue after taxation			4,883		3,407
Total return before distributions			18,637		(19,161)
Distributions	8		(4,908)		(3,431)
Change in net assets attributable to shareholders from investment activities			13,729		(22,592)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2023

	Note	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Opening net assets attributable to shareholders			220,261		218,053
Amounts receivable on issue of shares		39,309		37,760	
Amounts payable on redemption of shares		(14,745)		(16,503)	
			24,564		21,257
Change in net assets attributable to shareholders from investment activities			13,729		(22,592)
Retained distributions on Accumulation shares	8		4,992		3,543
Closing net assets attributable to shareholders			263,546		220,261

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET

as at 15 October 2023

	Notes	15.10.23 £'000	15.10.22 £'000
ASSETS			
Fixed assets			
Investments		262,865	221,207
Current assets			
Debtors	9	1,181	1,206
Cash and cash equivalents	10	586	375
Total assets		<u>264,632</u>	<u>222,788</u>
LIABILITIES			
Creditors			
Other creditors	11	<u>(1,086)</u>	<u>(2,527)</u>
Total liabilities		<u>(1,086)</u>	<u>(2,527)</u>
Net assets attributable to shareholders		<u>263,546</u>	<u>220,261</u>

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the year comprise:

	15.10.23 £'000	15.10.22 £'000
Non-derivative securities	13,612	(22,706)
Transaction charges	(4)	(4)
AMC rebates from underlying investments	144	149
Currency gains/(losses)	2	(7)
Net capital gains/(losses)	<u>13,754</u>	<u>(22,568)</u>

The net capital gains figure includes realised losses of £1,844,000 and unrealised gains of £17,559,000 (15.10.22: includes realised gains of £2,786,000 and unrealised gains of £2,103,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.23 £'000	15.10.22 £'000
Non-taxable dividends	3,801	3,236
Interest distributions on CIS holdings	2,192	1,016
AMC rebates from underlying investments	261	246
Bank interest	33	1
Property – rental income	312	257
Total revenue	<u>6,599</u>	<u>4,756</u>

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

5. Expenses

	15.10.23 £'000	15.10.22 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,097	988
Legal and professional fees	6	6
Typesetting costs	3	3
Registration fees	101	90
	1,207	1,087
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	58	55
Safe custody and other bank charges	15	10
	73	65
Other expenses:		
Audit fees	11	10
Property income expenses on tax transparent fund	100	88
Expenses on tax transparent fund	53	57
Rebate of expenses from tax transparent fund	(30)	(31)
	134	124
Total expenses	<u>1,414</u>	<u>1,276</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

6. Taxation

	15.10.23 £'000	15.10.22 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	306	78
Overseas tax	-	(1)
Adjustments in respect of prior periods	(5)	(5)
Current tax charge	301	72
Deferred tax – origination and reversal of timing differences (note 6c)	-	-
Total taxation (note 6b)	301	72

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.22: 20%). The difference is explained below:

	15.10.23 £'000	15.10.22 £'000
Net revenue before taxation	5,184	3,479
Corporation tax at 20%	1,037	696
Effects of:		
Non-taxable dividends	(760)	(647)
AMC rebates taken to capital	29	29
Corporation tax charge	306	78
Overseas tax	-	(1)
Adjustments in respect of prior periods	(5)	(5)
Total tax charge (note 6a)	301	72

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

7. Interest Payable and Similar Charges

	15.10.23 £'000	15.10.22 £'000
Interest payable	1	1
Total interest payable and similar charges	1	1

8. Distributions

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

	15.10.23 £'000	15.10.22 £'000
Interim	1,519	875
Final	3,473	2,668
	4,992	3,543
Add: Revenue deducted on redemption of shares	57	31
Deduct: Revenue received on issue of shares	(141)	(143)
Net distributions for the year	4,908	3,431

Details of the distributions per share are set out in the table on pages 270 and 271.

	15.10.23 £'000	15.10.22 £'000
Distributions represented by:		
Net revenue after taxation	4,883	3,407
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	25	24
Net distributions for the year	4,908	3,431

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

9. Debtors

	15.10.23 £'000	15.10.22 £'000
Amounts receivable for issue of shares	877	193
Sales awaiting settlement	250	959
Accrued revenue:		
AMC rebates from underlying investments	54	49
Taxation recoverable:		
Corporation tax refund	–	5
Total debtors	<u>1,181</u>	<u>1,206</u>

10. Cash and Cash Equivalents

	15.10.23 £'000	15.10.22 £'000
Bank balances	586	375
Total cash and cash equivalents	<u>586</u>	<u>375</u>

11. Other Creditors

	15.10.23 £'000	15.10.22 £'000
Amounts payable for redemption of shares	33	212
Purchases awaiting settlement	721	2,181

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	143	40
Typesetting costs	3	2
Legal and professional fees	–	1
Registration fees	13	11
	159	54
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	7	2
Transaction charges	1	1
Safe custody and other bank charges	3	2
	11	5
Other expenses	11	10
Taxation payable:		
Corporation tax	151	65
Total other creditors	<u>1,086</u>	<u>2,527</u>

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 256 and amounts due at the year end are disclosed in notes 9 and 11.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 42,235 (15.10.22: 38,546) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 114,547,068 (15.10.22: 113,239,552) of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 71.77% (15.10.22: 78.43%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000	15.10.22 £'000
Portfolio Manager and ACD in common	178,997	170,154

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.22: none).

14. Shares in Issue

	A Accumulation	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.375%
Opening shares in issue	5,398,422	55,584,081	83,400,847
Issues	863,371	18,289,360	5,117,288
Redemptions	(491,808)	(1,856,992)	(6,693,993)
Closing shares in issue	5,769,985	72,016,449	81,824,142

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

15. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	15.10.23 £'000	15.10.22 £'000
Currency:		
Euros	1	1,296
US dollars	–	1,970
	1	3,266
Pounds sterling	263,545	216,995
Net assets	263,546	220,261

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £50 on the net assets of the Fund (15.10.22: £163,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.22: 1:1 and 1:1 respectively).

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 72.90% of the portfolio can be liquidated within 5 days and 75.78% within 21 working days (15.10.22: 70.79% within 5 days and 72.01% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £13,143,000 (15.10.22: £11,060,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	71,191	-	1	71,192
Purchases total	71,191	-	1	71,192
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	42,996	-	(20)	42,976
Sales total	42,996	-	(20)	42,976
Transaction cost % of sales total		-	0.05%	
Transaction cost % of average NAV		-	0.01%	

Average portfolio dealing spread at 15.10.23 is nil (15.10.22: 0.05%).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.22				
Collective investment schemes	51,593	-	1	51,594
Purchases total	51,593	-	1	51,594
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	22,716	-	(2)	22,714
Sales total	22,716	-	(2)	22,714
Transaction cost % of sales total		-	0.01%	
Transaction cost % of average NAV		-	-	

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	25,680	237,185	–	262,865

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.22				
Investment assets	13,924	207,283	–	221,207

WS CANLIFE PORTFOLIO V FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	Interim	Final
From	16.10.22	16.04.23
To	15.04.23	15.10.23

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.3516	–	0.3516	0.0147
Group 2	0.2813	0.0703	0.3516	0.0147

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.4069	–	1.4069	1.1400
Group 2	0.4971	0.9098	1.4069	1.1400

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.9882	–	0.9882	0.6262
Group 2	0.5156	0.4726	0.9882	0.6262

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.1653	–	2.1653	1.8325
Group 2	1.4455	0.7198	2.1653	1.8325

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.0473	–	1.0473	0.6776
Group 2	0.7234	0.3239	1.0473	0.6776
Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.2397	–	2.2397	1.9043
Group 2	1.3641	0.8756	2.2397	1.9043

WS CANLIFE PORTFOLIO VI FUND ACD'S REPORT

for the year ended 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio VI Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 6 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities can be up to 90% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 6 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 6 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 6 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO VI FUND ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio VI Fund

31 January 2024

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 8.14% in the twelve months to 15 October 2023. This compares with an increase of 7.01% in the Fund's benchmark, the IA Mixed Investment 40-85% Shares sector.

Fund Review

The equity portion of the portfolio contributed positively to total returns during the period, benefiting from strong performance in most regions.

Bonds – particularly exposure to UK corporate bonds – also contributed to performance overall during what was a volatile period for the asset class. Cash holdings also contributed positively to returns as interest rates went higher due to the inflationary environment.

The Fund's exposure to property weighed heavily on returns, as the main holding – a UK property fund – struggled during a challenging environment for the asset class.

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

WS CANLIFE PORTFOLIO VI FUND
ACD'S REPORT continued
PORTFOLIO MANAGER'S REPORT continued

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

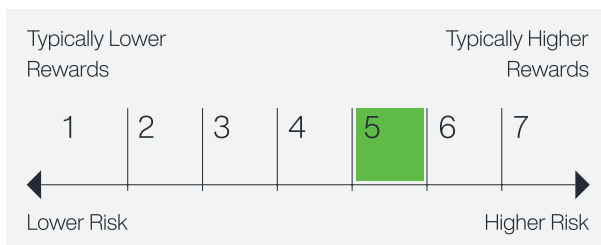
Portfolio Manager
3 November 2023

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 5 because its volatility has been measured as above average.

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 6 hence the reference to VI in the name of the Fund. Further details can be found in the Prospectus.

The risk profile is not guaranteed to remain the same and may shift over time. It is based on historical data and may not be a reliable indication of the Fund's future risk profile.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	148.39	160.32	139.57
Return before operating charges*	13.76	(9.16)	23.43
Operating charges ¹	(2.69)	(2.71)	(2.63)
Property expenses	(0.06)	(0.06)	(0.05)
Return after operating charges	11.01	(11.93)	20.75
Distributions	(2.13)	(1.30)	(0.84)
Retained distributions on accumulation shares	2.13	1.30	0.84
Closing net asset value per share	159.40	148.39	160.32
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	7.42%	(7.44)%	14.87%
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OTHER INFORMATION

Closing net asset value (£'000)	37,831	35,893	38,435
Closing number of shares	23,733,879	24,187,740	23,974,673
Operating charges ¹	1.71%	1.71%	1.71%
Property expenses	0.04%	0.04%	0.03%
Direct transaction costs	-	-	-

PRICES

Highest share price	164.12	165.73	162.73
Lowest share price	147.08	146.82	135.20

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	159.23	170.44	146.99
Return before operating charges*	14.31	(9.91)	24.69
Operating charges ¹	(1.24)	(1.23)	(1.19)
Property expenses	(0.07)	(0.07)	(0.05)
Return after operating charges	13.00	(11.21)	23.45
Distributions	(3.49)	(2.97)	(2.43)
Retained distributions on accumulation shares	3.49	2.97	2.43
Closing net asset value per share	172.23	159.23	170.44
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	8.16%	(6.58)%	15.95%
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OTHER INFORMATION

Closing net asset value (£'000)	51,655	34,032	28,302
Closing number of shares	29,990,847	21,372,320	16,605,282
Operating charges ¹	0.73%	0.73%	0.73%
Property expenses	0.04%	0.04%	0.03%
Direct transaction costs	-	-	-

PRICES

Highest share price	176.66	176.45	172.81
Lowest share price	157.83	157.53	142.44

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	161.70	172.98	149.08
Return before operating charges*	14.52	(10.08)	25.04
Operating charges ¹	(1.14)	(1.13)	(1.09)
Property expenses	(0.07)	(0.07)	(0.05)
Return after operating charges	13.31	(11.28)	23.90
Distributions	(3.64)	(3.11)	(2.55)
Retained distributions on accumulation shares	3.64	3.11	2.55
Closing net asset value per share	175.01	161.70	172.98
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	8.23%	(6.52)%	16.03%
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OTHER INFORMATION

Closing net asset value (£'000)	49,665	42,003	41,030
Closing number of shares	28,378,191	25,975,600	23,720,584
Operating charges ¹	0.66%	0.66%	0.66%
Property expenses	0.04%	0.04%	0.03%
Direct transaction costs	-	-	-

PRICES

Highest share price	179.44	179.10	175.37
Lowest share price	160.28	159.98	144.48

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VI FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2023 (%)

	1 year	3 years	5 years
WS Canlife Portfolio VI Fund	8.14	17.17	29.67
IA Mixed Investment 40-85% Shares sector ¹	7.01	8.53	20.99

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 297 and 298.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE PORTFOLIO VI FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 17.29% (15.10.22 – 15.96%)		
250,509	iShares Core Global Aggregate Bond UCITS ETF	1,089	0.78
42,259	Vanguard Global Corporate Bond Index	4,112	2.96
2,883,856	WS Canlife Corporate Bond ¹	7,399	5.32
3,303,337	WS Canlife Global Macro Bond ¹	4,145	2.98
3,809,081	WS Canlife Short Duration Corporate Bond ¹	4,014	2.88
3,170,347	WS Canlife Sterling Short Term Bond ¹	3,296	2.37
	TOTAL FIXED INTEREST	24,055	17.29
	EQUITIES – 75.89% (15.10.22 – 64.76%)		
74,236	Amundi Prime Japan UCITS ETF	1,591	1.14
2,197,154	iShares Continental European Equity Index (UK)	7,254	5.21
7,655,977	iShares Emerging Markets Equity Index (UK)	13,907	9.99
45,628	iShares FTSE 250 UCITS ETF	748	0.54
2,321,926	iShares Japan Equity Index (UK)	6,381	4.59
944,954	WS Canlife Asia Pacific ¹	13,655	9.81
283,659	WS Canlife European ¹	529	0.38
1,204,968	WS Canlife North American ¹	30,897	22.20
10,148,425	WS Canlife UK Equity ¹	15,424	11.09
2,141,313	WS Canlife UK Equity Income ¹	15,220	10.94
	TOTAL EQUITIES	105,606	75.89
	PROPERTY – 4.55% (15.10.22 – 5.15%)		
61,993	iShares Developed Markets Property Yield UCITS ETF	1,032	0.74
443,073	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	922	0.66
330,524	iShares UK Property UCITS ETF	1,330	0.96
3,435,892	WS Canlife UK Property ACS ¹	3,043	2.19
	TOTAL PROPERTY	6,327	4.55

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

PORTFOLIO STATEMENT continued

as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	MONEY MARKETS – 2.05% (15.10.22 – 4.24%)		
2,661,209	WS Canlife Sterling Liquidity ¹	<u>2,850</u>	<u>2.05</u>
	Portfolio of investments	138,838	99.78
	Net other assets	<u>313</u>	<u>0.22</u>
	Net assets	<u>139,151</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 12).

WS CANLIFE PORTFOLIO VI FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2023

Total purchases for the year £'000 (note 16)	31,445	Total sales for the year £'000 (note 16)	12,260
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
WS Canlife North American	5,381	WS Canlife North American	1,954
Vanguard Global Corporate Bond Index	4,150	iShares Emerging Markets Equity Index (UK)	1,633
iShares Emerging Markets Equity Index (UK)	4,114	WS Canlife Sterling Short Term Bond	1,600
WS Canlife Asia Pacific	2,266	Xtrackers Russell 2000 UCITS ETF	1,289
iShares FTSE 250 UCITS ETF	1,690	iShares Developed Markets Property Yield UCITS ETF	1,101
iShares UK Property UCITS ETF	1,558	iShares FTSE 250 UCITS ETF	951
Amundi Prime Japan UCITS ETF	1,553	iShares S&P U.S. Banks UCITS ETF	877
WS Canlife UK Equity	1,463	iShares STOXX Europe 600 Industrial Goods & Services UCITS ETF	689
iShares Continental European Equity Index (UK)	1,457	iShares Japan Equity Index (UK)	655
Xtrackers Russell 2000 UCITS ETF	1,396	WS Canlife Global Macro Bond	464

In addition to the above, purchases totalling £2,000,000 and sales totalling £4,111,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2023

	Notes	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Income:					
Net capital gains/(losses)	3		6,660		(9,745)
Revenue	4	3,566		2,697	
Expenses	5	(1,087)		(1,009)	
Interest payable and similar charges	7	(1)		-	
Net revenue before taxation		2,478		1,688	
Taxation	6	-		-	
Net revenue after taxation			2,478		1,688
Total return before distributions			9,138		(8,057)
Distributions	8		(2,491)		(1,700)
Change in net assets attributable to shareholders from investment activities			6,647		(9,757)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2023

	Note	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Opening net assets attributable to shareholders			111,928		107,767
Amounts receivable on issue of shares		26,276		18,013	
Amounts payable on redemption of shares		(8,239)		(5,824)	
			18,037		12,189
Change in net assets attributable to shareholders from investment activities			6,647		(9,757)
Retained distributions on Accumulation shares	8		2,539		1,729
Closing net assets attributable to shareholders			139,151		111,928

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2023

	Notes	15.10.23 £'000	15.10.22 £'000
ASSETS			
Fixed assets			
Investments		138,838	112,031
Current assets			
Debtors	9	402	510
Cash and cash equivalents	10	485	334
Total assets		<u>139,725</u>	<u>112,875</u>
LIABILITIES			
Creditors			
Other creditors	11	(574)	(947)
Total liabilities		<u>(574)</u>	<u>(947)</u>
Net assets attributable to shareholders		<u>139,151</u>	<u>111,928</u>

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the year comprise:

	15.10.23 £'000	15.10.22 £'000
Non-derivative securities	6,589	(9,810)
Transaction charges	(3)	(3)
AMC rebates from underlying investments	74	71
Currency losses	–	(3)
Net capital gains/(losses)	<u>6,660</u>	<u>(9,745)</u>

The net capital gains figure includes realised gains of £28,000 and unrealised gains of £11,949,000 (15.10.22: includes realised gains of £610,000 and unrealised gains of £5,388,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.23 £'000	15.10.22 £'000
Non-taxable dividends	2,392	2,032
Interest distributions on CIS holdings	840	396
AMC rebates from underlying investments	156	139
Bank interest	22	1
Property – rental income	156	129
Total revenue	<u>3,566</u>	<u>2,697</u>

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

5. Expenses

	15.10.23 £'000	15.10.22 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	903	844
Legal and professional fees	6	6
Typesetting costs	3	3
Registration fees	53	44
	965	897
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	42	39
Safe custody and other bank charges	7	6
	49	45
Other expenses:		
Audit fees	11	10
Property income expenses on tax transparent fund	50	44
Expenses on tax transparent fund	27	29
Rebate of expenses from tax transparent fund	(15)	(16)
	73	67
Total expenses	<u>1,087</u>	<u>1,009</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

6. Taxation

	15.10.23 £'000	15.10.22 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	—	—
Current tax charge	—	—
Deferred tax – origination and reversal of timing differences (note 6c)	—	—
Total taxation (note 6b)	—	—

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.22: 20%). The difference is explained below:

	15.10.23 £'000	15.10.22 £'000
Net revenue before taxation	2,478	1,688
Corporation tax at 20%	496	338
Effects of:		
Non-taxable dividends	(478)	(406)
Prior year adjustment	(3)	(4)
AMC rebates taken to capital	15	14
(Utilised)/unutilised excess management expenses	(30)	58
Corporation tax charge	—	—
Total tax charge (note 6a)	—	—

c) Deferred tax

At the year end there is a potential deferred tax asset of £141,000 (15.10.22: £171,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior year.

7. Interest Payable and Similar Charges

	15.10.23 £'000	15.10.22 £'000
Interest payable	1	—
Total interest payable and similar charges	1	—

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

8. Distributions

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

	15.10.23 £'000	15.10.22 £'000
Interim	653	337
Final	1,886	1,392
	<u>2,539</u>	<u>1,729</u>
Add: Revenue deducted on redemption of shares	41	14
Deduct: Revenue received on issue of shares	(89)	(43)
Net distributions for the year	<u>2,491</u>	<u>1,700</u>

Details of the distributions per share are set out in the table on pages 297 and 298.

	15.10.23 £'000	15.10.22 £'000
Distributions represented by:		
Net revenue after taxation	2,478	1,688
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	13	12
Net distributions for the year	<u>2,491</u>	<u>1,700</u>

9. Debtors

	15.10.23 £'000	15.10.22 £'000
Amounts receivable for issue of shares	119	205
Sales awaiting settlement	250	278
Accrued revenue:		
AMC rebates from underlying investments	32	27

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Taxation recoverable:		
Income tax	1	-
Total debtors	402	510

10. Cash and Cash Equivalents

	15.10.23 £'000	15.10.22 £'000
Bank balances	485	334
Total cash and cash equivalents	485	334

11. Other Creditors

	15.10.23 £'000	15.10.22 £'000
Amounts payable for redemption of shares	94	-
Purchases awaiting settlement	335	891
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	116	34
Legal and professional fees	-	1
Typesetting costs	3	2
Registration fees	7	6
	126	43
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	5	2
Transaction charges	1	-
Safe custody and other bank charges	2	1
	8	3

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Other expenses	11	10
Total other creditors	574	947

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 284 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 75,031 (15.10.22: 78,860) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 66,146,303 (15.10.22: 62,748,703) of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 80.57% (15.10.22: 87.22%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000	15.10.22 £'000
Portfolio Manager and ACD in common	100,472	86,168

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.22: none).

14. Shares in Issue

	A Accumulation	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.375%
Opening shares in issue	24,187,740	21,372,320	25,975,600
Issues	711,922	9,662,734	5,126,539
Redemptions	<u>(1,165,783)</u>	<u>(1,044,207)</u>	<u>(2,723,948)</u>
Closing shares in issue	<u>23,733,879</u>	<u>29,990,847</u>	<u>28,378,191</u>

15. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

The table below shows the direct foreign currency risk profile:

	15.10.23 £'000	15.10.22 £'000
Currency:		
Euros	–	586
US dollars	–	673
	–	1,259
Pounds sterling	139,151	110,669
Net assets	139,151	111,928

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £nil on the net assets of the Fund (15.10.22: £63,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.22: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 73.15% of the portfolio can be liquidated within 5 days and 74.21% within 21 working days (15.10.22: 70.96% within 5 days and 72.06% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £6,942,000 (15.10.22: £5,602,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	31,445	–	–	31,445
Purchases total	31,445	–	–	31,445
Transaction cost % of purchases total		–	–	
Transaction cost % of average NAV		–	–	
Collective investment schemes	12,262	–	(2)	12,260
Sales total	12,262	–	(2)	12,260
Transaction cost % of sales total		–	0.02%	
Transaction cost % of average NAV		–	–	

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

Average portfolio dealing spread at 15.10.23 is nil (15.10.22: 0.02%).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.22				
Collective investment schemes	20,684	-	2	20,686
Purchases total	20,684	-	2	20,686
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	7,309	-	(2)	7,307
Sales total	7,309	-	(2)	7,307
Transaction cost % of sales total		-	0.02%	
Transaction cost % of average NAV		-	-	

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	5,790	133,048	-	138,838
15.10.22				
Investment assets	3,852	108,179	-	112,031

WS CANLIFE PORTFOLIO VI FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	Interim	Final
From	16.10.22	16.04.22
To	15.04.23	15.10.23

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.3701	–	0.3701	–
Group 2	0.3701	0.0000	0.3701	–

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.7644	–	1.7644	1.3002
Group 2	1.1664	0.5980	1.7644	1.3002

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.0219	–	1.0219	0.7367
Group 2	0.4124	0.6095	1.0219	0.7367

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.4700	–	2.4700	2.2347
Group 2	1.8984	0.5716	2.4700	2.2347

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	1.0845	–	1.0845	0.8036
Group 2	0.8007	0.2838	1.0845	0.8036
Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.5598	–	2.5598	2.3084
Group 2	1.7117	0.8481	2.5598	2.3084

WS CANLIFE PORTFOLIO VII FUND ACD'S REPORT

for the year ended 15 October 2023

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio VII Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 7 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities can be up to 100% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 7 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 7 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 7 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO VII FUND ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Flexible Investment sector.

The Fund's performance may be compared against the IA Flexible Investment sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio VII Fund

31 January 2024

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2023

Market Overview

During the period under review, markets continued to be dominated by high inflation and attempts to bring it down to more manageable levels. Central banks around the world raised interest rates to multi-year highs in an attempt to rein in inflation, but it has remained stubbornly high.

Headline inflation has shown signs of moderating towards the latter half of the period. However, core inflation, driven by tight labour markets feeding into wage growth, has yet to slow significantly, maintaining pressure on central banks to keep rates high. As such, the performance of global markets has been mixed.

Towards the end of 2022, and for much of 2023, risk assets including equities performed well, driven by pent-up consumer demand following the COVID-19 pandemic, and a rally in technology stocks as excitement around artificial intelligence grew. There were some challenges, however, as the collapse of Silicon Valley Bank in the US and Credit Suisse in Europe raised concerns over banking stability.

Towards the end of the period, there were several other challenges for investors. A spike in oil prices and the aforementioned stubbornly high core inflation reignited concerns about a recession, leading to a massive sell-off in bond markets and sent yields on government debt, particularly long-dated US Treasuries, to multi-year highs.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 9.06% in the twelve months to 15 October 2023. This compares with an increase of 6.13% in the Fund's benchmark, the IA Flexible Investment sector.

Fund Review

The equity portion of the portfolio (which averaged around 90% of the Fund) contributed positively during the period, benefiting from strong performance across most regions.

Bonds – particularly exposure to global high yield bonds – also contributed to performance overall during what was a volatile period for the asset class.

The Fund's exposure to property weighed heavily, as the main holding – a UK property fund – struggled during a challenging environment for the asset class.

Outlook

The ongoing battle against inflation will likely be a key feature of economies and markets for some time to come, meaning higher interest rates could be here for some time. Higher interest rates have taken longer to feed through to consumers than markets previously expected, with both the labour market and consumption remaining strong. However, the rate hikes are very likely to eventually result in slower growth.

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
PORTFOLIO MANAGER'S REPORT continued

If the economic backdrop becomes more challenging, corporate spreads may widen in the coming quarters as companies struggle to pass on higher costs to consumers and demand for goods and services slows.

For now, equity markets valuations are likely to remain at the mercy of bond market movements, as high yields combined with the perception of lower risk may make bonds relatively more attractive.

Although central banks seemingly remain confident that their economies will achieve a soft landing, expecting inflation to move back to target levels in the coming years, we believe that the probability of success is declining and economic growth may moderate somewhat in the coming months.

CANADA LIFE ASSET MANAGEMENT LIMITED

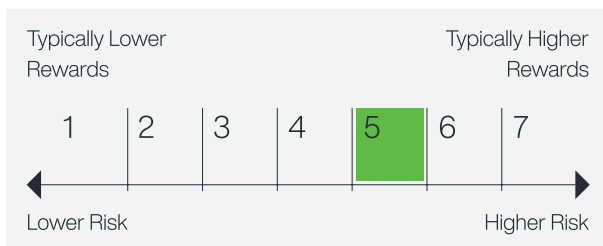
Portfolio Manager
3 November 2023

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 5 because its volatility has been measured as above average.

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 7 hence the reference to VII in the name of the Fund. Further details can be found in the Prospectus.

The risk profile is not guaranteed to remain the same and may shift over time. It is based on historical data and may not be a reliable indication of the Fund's future risk profile.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the operating charges figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	148.50	159.78	134.72
Return before operating charges*	14.76	(8.39)	27.80
Operating charges ¹	(2.81)	(2.83)	(2.69)
Property expenses	(0.05)	(0.06)	(0.05)
Return after operating charges	11.90	(11.28)	25.06
Distributions	(1.83)	1.81	(1.36)
Retained distributions on accumulation shares	1.83	(1.81)	1.36
Closing net asset value per share	160.40	148.50	159.78
* after direct transaction costs of:	-	-	-

PERFORMANCE

Return after charges	8.01%	(7.06)%	18.60%
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OTHER INFORMATION

Closing net asset value (£'000)	1,395	774	770
Closing number of shares	869,807	521,399	482,029
Operating charges ¹	1.77%	1.79%	1.77%
Property expenses	0.03%	0.04%	0.03%
Direct transaction costs	-	-	-

PRICES

Highest share price	166.25	165.22	162.10
Lowest share price	147.16	146.73	130.08

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	159.18	169.61	141.62
Return before operating charges*	15.85	(8.99)	29.33
Operating charges ¹	(1.37)	(1.37)	(1.29)
Property expenses	(0.05)	(0.07)	(0.05)
Return after operating charges	14.43	(10.43)	27.99
Distributions	(3.44)	(3.60)	(2.77)
Retained distributions on accumulation shares	3.44	3.60	2.77
Closing net asset value per share	173.61	159.18	169.61
* after direct transaction costs of:	-	-	-

PERFORMANCE

Return after charges	9.07%	(6.15)%	19.76%
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OTHER INFORMATION

Closing net asset value (£'000)	20,080	13,883	8,902
Closing number of shares	11,566,108	8,721,311	5,248,281
Operating charges ¹	0.80%	0.81%	0.80%
Property expenses	0.03%	0.04%	0.03%
Direct transaction costs	-	-	-

PRICES

Highest share price	178.76	175.53	171.90
Lowest share price	157.75	157.27	136.80

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.23 pence per share	15.10.22 pence per share	15.10.21 pence per share
Opening net asset value per share	161.02	171.44	143.04
Return before operating charges*	16.02	(9.09)	29.62
Operating charges ¹	(1.24)	(1.26)	(1.17)
Property expenses	(0.05)	(0.07)	(0.05)
Return after operating charges	14.73	(10.42)	28.40
Distributions	(3.61)	(3.76)	(2.92)
Retained distributions on accumulation shares	3.61	3.76	2.92
Closing net asset value per share	175.75	161.02	171.44
* after direct transaction costs of:	-	-	-

PERFORMANCE

Return after charges	9.15%	(6.08)%	19.85%
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OTHER INFORMATION

Closing net asset value (£'000)	26,787	22,133	22,826
Closing number of shares	15,241,083	13,745,496	13,314,296
Operating charges ¹	0.72%	0.74%	0.72%
Property expenses	0.03%	0.04%	0.03%
Direct transaction costs	-	-	-

PRICES

Highest share price	180.87	177.44	173.75
Lowest share price	159.57	159.09	138.18

¹ The operating charges figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canada UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2023 (%)

	1 year	3 years	5 years
WS Canlife Portfolio VII Fund	9.06	22.57	33.39
IA Flexible Investment sector ¹	6.13	10.17	23.16

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Accumulation share which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 324 and 325.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	FIXED INTEREST – 5.03% (15.10.22 – 4.96%)		
115,285	Lord Abbett Global High Yield	1,178	2.44
60,361	Payden Global High Yield Bond	1,185	2.46
58,276	WS Canlife Sterling Short Term Bond ¹	61	0.13
	TOTAL FIXED INTEREST	2,424	5.03
	EQUITIES – 90.21% (15.10.22 – 75.99%)		
22,282	Amundi Prime Japan UCITS ETF	477	0.99
836,417	iShares Continental European Equity Index (UK)	2,762	5.72
3,133,773	iShares Emerging Markets Equity Index (UK)	5,693	11.80
18,531	iShares FTSE 250 UCITS ETF	304	0.63
882,520	iShares Japan Equity Index (UK)	2,425	5.02
9,508	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	235	0.49
325,577	WS Canlife Asia Pacific ¹	4,704	9.75
7,882	WS Canlife European ¹	15	0.03
456,328	WS Canlife North American ¹	11,701	24.24
5,153,032	WS Canlife UK Equity ¹	7,832	16.23
1,039,601	WS Canlife UK Equity Income ¹	7,389	15.31
	TOTAL EQUITIES	43,537	90.21
	PROPERTY – 4.28% (15.10.22 – 5.00%)		
26,215	iShares Developed Markets Property Yield UCITS ETF	437	0.91
186,578	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	388	0.80
83,321	iShares UK Property UCITS ETF	335	0.69
1,023,976	WS Canlife UK Property ACS ¹	907	1.88
	TOTAL PROPERTY	2,067	4.28
	EMERGING MARKETS – 0.00% (15.10.22 – 12.77%)	–	–
	MONEY MARKETS – 0.12% (15.10.22 – 1.01%)		
54,676	WS Canlife Sterling Liquidity ¹	59	0.12

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2023

Holding	Portfolio of Investments	Value £'000	15.10.23 %
	Portfolio of investments	48,087	99.64
	Net other assets	175	0.36
	Net assets	<u>48,262</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 11).

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2023

Total purchases for the year £'000 (note 15)	16,373	Total sales for the year £'000 (note 15)	8,237
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
WS Canlife North American	4,353	WS Canlife UK Equity Income	1,274
WS Canlife UK Equity	1,602	Putnam Global High Yield Bond	853
iShares Emerging Markets Equity Index (UK)	1,589	WS Canlife North American	811
Payden Global High Yield Bond	1,179	iShares Global High Yield Corporate Bond UCITS ETF	733
Lord Abbett Global High Yield	1,168	iShares Emerging Markets Equity Index (UK)	732
WS Canlife Asia Pacific	1,096	Xtrackers Russell 2000 UCITS ETF	560
WS Canlife UK Equity Income	805	SPDR S&P 500 UCITS ETF	503
iShares FTSE 250 UCITS ETF	658	iShares S&P U.S. Banks UCITS ETF	500
Xtrackers Russell 2000 UCITS ETF	598	WS Canlife UK Equity	455
iShares S&P U.S. Banks UCITS ETF	533	iShares Developed Markets Property Yield UCITS ETF	451

In addition to the above, purchases totalling £510,000 and sales totalling £840,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2023

	Notes	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Income:					
Net capital gains/(losses)	3		2,565		(3,069)
Revenue	4	1,200		987	
Expenses	5	(269)		(216)	
Net revenue before taxation		931		771	
Taxation	6	–		1	
Net revenue after taxation			931		772
Total return before distributions			3,496		(2,297)
Distributions	7		(934)		(775)
Change in net assets attributable to shareholders from investment activities			2,562		(3,072)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2023

	Note	£'000	15.10.23 £'000	£'000	15.10.22 £'000
Opening net assets attributable to shareholders			36,790		32,498
Amounts receivable on issue of shares		13,937		9,229	
Amounts payable on redemption of shares		(5,975)		(2,682)	
			7,962		6,547
Change in net assets attributable to shareholders from investment activities			2,562		(3,072)
Retained distributions on Accumulation shares	7		948		817
Closing net assets attributable to shareholders			48,262		36,790

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2023

	Notes	15.10.23 £'000	15.10.22 £'000
ASSETS			
Fixed assets			
Investments		48,087	36,690
Current assets			
Debtors	8	455	16
Cash and cash equivalents	9	126	113
Total assets		<u>48,668</u>	<u>36,819</u>
LIABILITIES			
Creditors			
Other creditors	10	<u>(406)</u>	<u>(29)</u>
Total liabilities		<u>(406)</u>	<u>(29)</u>
Net assets attributable to shareholders		<u>48,262</u>	<u>36,790</u>

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2023

1. Accounting Policies

The accounting policies described on pages 25 to 27 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 27 and 28 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the year comprise:

	15.10.23 £'000	15.10.22 £'000
Non-derivative securities	2,548	(3,083)
Transaction charges	(3)	(3)
AMC rebates from underlying investments	22	18
Currency losses	(2)	(1)
Net capital gains/(losses)	<u>2,565</u>	<u>(3,069)</u>

The net capital gains figure includes realised losses of £120,000 and unrealised gains of £3,773,000 (15.10.22: includes realised gains of £297,000 and unrealised gains of £1,083,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.23 £'000	15.10.22 £'000
Non-taxable dividends	1,034	780
Taxable dividends	20	118
Interest distributions on CIS holdings	28	–
AMC rebates from underlying investments	63	51
Bank interest	8	–
Property – rental income	47	38
Total revenue	<u>1,200</u>	<u>987</u>

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

5. Expenses

	15.10.23 £'000	15.10.22 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	187	147
Legal and professional fees	6	6
Typesetting costs	3	3
Registration fees	22	17
	218	173
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	16	13
Safe custody and other bank charges	5	3
	21	16
Other expenses:		
Audit fees	11	10
Property income expenses on tax transparent fund	15	13
Expenses on tax transparent fund	8	9
Rebate of expenses from tax transparent fund	(4)	(5)
	30	27
Total expenses	269	216

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

6. Taxation

	15.10.23 £'000	15.10.22 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	—	1
Overseas tax	—	1
Deferred tax – origination and reversal of timing differences (note 6c)	—	—
Total taxation (note 6b)	—	1

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.22: 20%). The difference is explained below:

	15.10.23 £'000	15.10.22 £'000
Net revenue before taxation	931	771
Corporation tax at 20%	186	154
Effects of:		
Non-taxable dividends	(207)	(156)
AMC rebates taken to capital	4	4
Unutilised/(Utilisation of) excess management expenses	17	(1)
Corporation tax charge	—	1
Total tax charge (note 6a)	—	1

c) Deferred tax

At the year end there is a potential deferred tax asset of £26,000 (15.10.22: £9,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior year.

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

7. Distributions

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

	15.10.23 £'000	15.10.22 £'000
Interim	221	199
Final	<u>727</u>	<u>618</u>
	948	817
Add: Revenue deducted on redemption of shares	25	12
Deduct: Revenue received on issue of shares	<u>(39)</u>	<u>(54)</u>
Net distributions for the year	<u>934</u>	<u>775</u>

Details of the distributions per share are set out in the table on pages 324 and 325.

	15.10.23 £'000	15.10.22 £'000
Distributions represented by:		
Net revenue after taxation	931	772
Allocations to capital:		
Expenses, net of tax relief	<u>3</u>	<u>3</u>
Net distributions for the year	<u>934</u>	<u>775</u>

8. Debtors

	15.10.23 £'000	15.10.22 £'000
Amounts receivable for issue of shares	390	5
Sales awaiting settlement	50	-
Accrued revenue:		
AMC rebates from underlying investments	14	9

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Taxation recoverable:		
Income tax	1	2
Total debtors	455	16

9. Cash and Cash Equivalents

	15.10.23 £'000	15.10.22 £'000
Bank balances	126	113
Total cash and cash equivalents	126	113

10. Other Creditors

	15.10.23 £'000	15.10.22 £'000
Amounts payable for redemption of shares	8	5
Purchases awaiting settlement	351	-
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	26	6
Typesetting costs	3	2
Legal and professional fees	-	1
Registration fees	3	2
	32	11
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	1
Transaction charges	1	1
Safe custody and other bank charges	1	1
	4	3

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	15.10.23 £'000	15.10.22 £'000
Other expenses	11	10
Total other creditors	406	29

11. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Link Fund Administrators Limited and typesetting costs payable to Link Alternative Fund Administrators Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 10.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 311 and amounts due at the year end are disclosed in notes 8 and 10.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by WMUK or its associates) held 21,227,270 (15.10.22: 18,861,273) of the Fund's shares at the balance sheet date.

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 in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 76.70% (15.10.22: 82.05%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.23 £'000	15.10.22 £'000
Portfolio Manager and ACD in common	32,668	25,191

12. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.22: none).

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

13. Shares in Issue

	A Accumulation	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.375%
Opening shares in issue	521,399	8,721,311	13,745,496
Issues	348,658	4,335,532	3,485,669
Redemptions	<u>(250)</u>	<u>(1,490,735)</u>	<u>(1,990,082)</u>
Closing shares in issue	<u>869,807</u>	<u>11,566,108</u>	<u>15,241,083</u>

14. Risk Management Policies

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the Fund. The ACD requires that the appointed Portfolio Manager to the Fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the fund managed.

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

Foreign currency risk is the risk that the Sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than Sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the Sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and may not seek to hedge all foreign currency risk.

The table below shows the direct foreign currency risk profile:

	15.10.23 £'000	15.10.22 £'000
Currency:		
Euros	–	198
US dollars	–	164
	–	362
Pounds sterling	48,262	36,428
Net assets	48,262	36,790

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £nil on the net assets of the Fund (15.10.22: £18,000).

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2023, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.22: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised in one and five days, under normal and stressed market conditions, and the impact this would have on the overall subsequent liquidity profile.

In assessing the liquidity of a company's shares, the ACD utilises the lower of the 5 and 20 day average market volume of that company's shares. An in depth review takes place by assessing the liquidity profile of the Fund against a 25% market participation of the average daily volume.

Based on this analysis 71.29% of the portfolio can be liquidated within 5 days and 72.04% within 21 working days (15.10.22: 68.57% within 5 days and 69.95% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is appropriate.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

Market price risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds.

Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £2,404,000 (15.10.22: £1,835,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

15. Portfolio Transaction Costs

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	16,373	-	-	16,373
Purchases total	<u>16,373</u>	<u>-</u>	<u>-</u>	<u>16,373</u>
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	8,237	-	-	8,237
Sales total	<u>8,237</u>	<u>-</u>	<u>-</u>	<u>8,237</u>
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.23 is nil (15.10.22: 0.02%).

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2023

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.22				
Collective investment schemes	8,652	-	-	8,652
Purchases total	8,652	-	-	8,652
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	2,570	-	-	2,570
Sales total	2,570	-	-	2,570
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

16. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

Level 1: Unadjusted quoted price in an active market for an identical instrument;

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	1,788	46,299	-	48,087
15.10.22				
Investment assets	1,785	34,905	-	36,690

WS CANLIFE PORTFOLIO VII FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2023 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

Group 2	Interim	Final
From	16.10.22	16.04.23
To	15.04.23	15.10.23

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.0175	–	0.0175	0.0977
Group 2	–	0.0175	0.0175	0.0977

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	1.8131	–	1.8131	1.7083
Group 2	1.8131	0.0000	1.8131	1.7083

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.8441	–	0.8441	0.9407
Group 2	0.2358	0.6083	0.8441	0.9407

Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.5947	–	2.5947	2.6594
Group 2	2.2320	0.3627	2.5947	2.6594

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.23	Allocated 15.06.22
Group 1	0.9154	–	0.9154	1.0145
Group 2	0.4750	0.4404	0.9154	1.0145
Final	Net Revenue	Equalisation	Allocation 15.12.23	Allocated 15.12.22
Group 1	2.6963	–	2.6963	2.7449
Group 2	2.2146	0.4817	2.6963	2.7449

GENERAL INFORMATION

Share Capital

The minimum share capital of the Company is £1 and the maximum is £100,000,000,000.

Structure of the Company

The Company is structured as an umbrella company, in that different sub-funds may be established from time to time by the ACD with the approval of the FCA. On the introduction of any new sub-fund or class of share, a revised Prospectus will be prepared setting out the relevant details of each sub-fund or class.

The assets of each sub-fund will be treated as separate from those of every other sub-fund and will be invested in accordance with the investment objective and investment policy applicable to that sub-fund. The sub-funds which are currently available are:

WS Canlife Diversified Monthly Income Fund
WS Canlife Diversified Risk Managed III Fund
WS Canlife Diversified Risk Managed IV Fund
WS Canlife Diversified Risk Managed V Fund
WS Canlife Diversified Risk Managed VI Fund
WS Canlife Portfolio III Fund
WS Canlife Portfolio IV Fund
WS Canlife Portfolio V Fund
WS Canlife Portfolio VI Fund
WS Canlife Portfolio VII Fund

In future there may be other sub-funds of the Company.

Valuation Point

The current valuation point of each sub-fund is 12.00 noon (London time) on each business day. Valuations may be made at other times with the Depositary's approval.

Buying and Selling Shares

The ACD will accept orders to buy or sell shares on each business day between 8.30am and 5.30pm (London time) and transactions will be effected at prices determined by the following valuation. Instructions to buy or sell shares may be either in writing to: PO Box 389, Darlington DL1 9UF or by telephone on 0345 606 6180.

Prices

The prices of all shares are published on every dealing day on the website of the ACD: www.waystone.com and by calling 0345 606 6180 during the ACD's normal business hours.

GENERAL INFORMATION continued

Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Documents and the most recent interim and annual reports may be inspected at, and obtained from, the ACD at 2nd floor, 20-22 Bedford Row, Holborn, London WC1R 4EB during normal business hours on any Business Day, in addition to being available at www.waystone.com.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at Exchange Tower, London E14 9SR. Information about the Financial Ombudsman can be found on its website at www.financial-ombudsman.org.uk.

Data Protection Act

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

Waystone

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