

# Columbia Threadneedle Opportunity Funds (UK) ICVC

Annual Report and Audited Financial Statements  
Columbia Threadneedle Opportunity Funds (UK) ICVC May 2023

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*\*These pages, together with the investment reports, Directors' Statements, Comparative Table Disclosure and portfolio statements of the individual funds comprise the Manager's Report.*

## Company Information

### Company

Columbia Threadneedle Opportunity Investment Funds (UK) ICVC (the “Company”)

Registered Number IC000862

### Registered Office

Cannon Place, 78 Cannon Street, London EC4N 6AG

### Board of Directors of the Company

Kirstene Baillie (non-executive); Rita Bajaj (non-executive); and the Authorised Corporate Director (the “ACD”) who together form the Company Board.

### Authorised Corporate Director (ACD) of the Company

Threadneedle Investment Services Limited

### Board of Directors of the ACD

K Cates (non-executive)

J Griffiths

J Perrin (Appointed to the Board on 29 September 2022)

A Roughead (non-executive)

R Vincent

L Weatherup

## Authorised Corporate Director's Report

The ACD, on behalf of the Directors of the Company, has pleasure in presenting the Annual Report and Audited Financial Statements for Columbia Threadneedle Opportunity Funds (UK) ICVC for the 12 months to 25 May 2023.

We hope that you find the report informative. Should you require any further information regarding any aspect of your investment, or about other Columbia Threadneedle products, we would be pleased to help. Alternatively, you may find it helpful to visit [columbiathreadneedle.com](http://columbiathreadneedle.com) for further information about Columbia Threadneedle.

Thank you for your continued support.

**L Weatherup**

**Director of the ACD**

**R Vincent**

**Authorised signatory on behalf of the ACD**

**R Bajaj**

**Non-Executive Director**

29 August 2023

# Notes to the Annual Reports and Financial Statements for Columbia Threadneedle Opportunity Funds (UK) ICVC

## Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

### 1 ACCOUNTING POLICIES

#### (a) Basis of accounting

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of investments, in compliance with FRS 102 and in accordance with the Statement of Recommended Practice for Authorised Funds (SORP) issued by the Investment Management Association in May 2014.

#### (b) Going concern

After making enquiries, and bearing in mind the nature of the Company's business and assets, the ACD considers that the Company has adequate resources to continue in operational existence for the next twelve months. In assessing the going concern basis of accounting the ACD has had regard to the guidance issued by the Financial Reporting Council. They have considered the current cash position of the funds, forecast income and other forecast cash flows. The Company has agreements relating to its borrowing facilities with which it has complied during the year. Based on this information the ACD believes that the Company has the ability to meet its financial obligations as they fall due for the foreseeable future, which is considered to be for a period of at least twelve months from the date of approval of the accounts. For this reason, they continue to adopt the going concern basis in preparing the accounts.

#### (c) Basis of valuation of investments

The investments of the funds are valued at fair market prices at close of business on the last working day of the accounting period. Investments are stated at their fair value which generally is the bid valuation of each security.

These bid values are sourced from independent pricing sources; to the extent that an independent pricing source is not available then quotes are obtained from a broker. Where the ACD deems that these valuations are unrepresentative of a fair valuation of the security, a fair valuation adjustment is applied based upon the ACD's opinion of fair value.

The close of business on the last working day of the year has been used for the purposes of preparing the report and financial statements.

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Derivatives are valued based on counterparty valuations, appropriate pricing models and the ACD's opinion of fair value.

The Fair Value of Collective Investment Schemes (CIS) holdings is the bid price for authorised unit trusts and the quoted price for open-ended investment companies and offshore funds.

#### (d) Exchange rates

Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the exchange rates ruling at 12 noon (UK time), being the valuation point on the last working day of the accounting period. Transactions denominated in a foreign currency are translated into sterling at the exchange rates ruling at the date of the transaction.

#### (e) Derivatives

The Funds invest in various types of derivatives.

Derivative revenue and expense are netted off for the purposes of disclosure. The net balance is disclosed within either the revenue or interest payable and similar charges note depending on whether the balance is in a net revenue or expense position respectively.

Any capital gains/losses are included within net capital gains/(losses) and any revenue or expense is included within revenue or interest payable and similar charges respectively in the statement of total return. Cash held at future brokers as margin is reflected separately within cash and bank balances.

Unless specifically noted, the Funds are not permitted to invest in derivatives for investment purposes, but derivatives may be used with the aim of reducing risk or managing the Fund more efficiently. The CT Dynamic Real Return Fund, CT Global Multi Asset Income Fund, CT UK Social Bond Fund, CT Managed Bond Fund, CT Managed Bond Focused Fund, CT Managed Equity & Bond Fund, CT Managed Equity Focused Fund and CT Managed Equity Fund may use derivatives (including Forwards) for investment purposes. This allows the Funds to profit from the fall in the price of an asset (shorting), as well as extending exposure beyond the value of its assets (leverage).

The Funds invest in the following type of derivatives:

#### Forwards

Forward foreign currency contracts are used to manage currency risk arising from holdings of overseas securities. All gains and losses are taken to capital.

#### Futures

A future is a financial contract obligating the buyer to purchase or sell an asset, at a predetermined future date and price. The holder of a futures contract is obligated to fulfil the terms the contract. Futures are held within the funds for Efficient Portfolio Management (EPM) purposes.

The revenue return element in respect of futures is calculated by reference to the quoted yield of the index upon which the future is based compared to LIBOR. The revenue so calculated may represent revenue or expenses in a fund's financial statements, in accordance with whether the fund has held a net long or short position, when considering the accounting period as a whole. The revenue or expense position is reversed where SONIA exceeds the quoted yield of the relevant index.

Any mark to market movement is accounted for as capital.

#### Interest rate swaps

Interest rate swaps are currently used to exchange interest rate streams to/from fixed rates from/to floating rates. Following the accounting for the underlying interest streams any gain/(loss) suffered from a mismatch in the fixed and floating interest rates should therefore be treated as revenue. In addition, any accrued or realised interest will also be treated as revenue if the net position has been received by the Fund, and accounted for as interest payable and similar charges if the net position is paid by the Fund. In addition, any accrued or realised interest will also be treated as revenue if the net position has been received by the Fund, and accounted for as interest payable and similar charges if the net position is paid by the Fund.

The price of these instruments also have a capital value since they are susceptible to changes in perceptions of credit risk, risk free interest rates and credit spreads. While these positions are open or traded on a secondary market, the mark to market return is taken to capital.

#### Credit default swaps

Credit default swaps are used to manage credit risk and protect the capital value of the fund. This can be achieved using two different methods, either by protecting a specific holding which is also held in the fund or by covering a basket of bonds or index which is not necessarily held but will provide a general hedge against a large credit event.

The motive of a credit default swap is to protect the capital value of the fund however the risk of a credit event is reflected in a discount applied to the price of a bond. Therefore ongoing premiums are charged to revenue/expenses on an accruals basis, depending on whether protection is bought or sold.

The premiums and accrued interest paid by the credit default swap is accounted for as revenue and forms part of distributable income and any mark to market movement is accounted for as capital.

#### (f) Recognition of revenue

Revenue is included in the Statement of Total Return on the following bases:

- Dividends on quoted equities and preference shares are recognised when the security is traded ex-dividend.
- Dividends, interest and other income receivable include any withholding taxes but exclude any other taxes such as attributable tax credits.
- Special dividends are treated as either revenue or capital depending on the facts of each particular case.
- Stock dividends are recognised as revenue on the basis of the market value of the shares at the date they are quoted ex-dividend.
- Interest on debt securities and bank and short-term deposits is recognised on an earned basis.
- In the case of debt securities any difference between acquisition cost and maturity value is recognised as revenue over the life of the security using the effective yield basis of calculating amortisation.
- Dividends and distributions from CIS are recognised when the security is quoted ex-dividend.
- Underwriting commission is recognised when the issue takes place, except where the fund is required to take up all or some of the shares underwritten, in which case an appropriate proportion of the commission is deducted from the cost of those shares.
- Underwriting commission is treated as revenue except for the proportion that is deducted from the cost of shares, which is capital.
- Equalisation on distributions received is treated as a repayment of capital and deducted from the cost of the investment.

# Notes to the Annual Reports and Financial Statements for Columbia Threadneedle Opportunity Funds (UK) ICVC

## Notes to the financial statements

(continued)

### (g) Treatment of expenses (including management expenses)

All expenses other than those relating to the purchase and sale of investments, are included in expenses, in the Statement of Total Return. Expenses are recognised on an accrual basis and include irrecoverable VAT where appropriate.

### (h) Fee rebate

In addition to any direct charge for management fees within the funds, there would occur, in the absence of a rebate mechanism, an indirect charge for management fees in respect of investments in other Columbia Threadneedle funds. Any such target funds themselves bear a management fee, which reduces the values of those funds from what they otherwise would be. The rebate mechanism operates to ensure that investors in the funds bear only the fee validly applicable to them. Depending upon the ACD's treatment of management fees within the underlying funds, where management fees are taken to capital, any rebate is classified as a capital item and does not form part of the amount available for distribution.

### (i) Allocation of revenue and expenses to multiple share classes

The allocation of revenue and expenses to each share class is based upon the proportion of the fund's capital net assets attributable to each share class, on the day the revenue is earned or the expense is suffered. Revenue equalisation, annual management charge and registration fees are specific to each share class.

### (j) Equalisation policy

The funds operate equalisation to ensure the level of distributable income for any share class is not affected by the issue or cancellation of shares.

### (k) Allocation of return on hedged share classes

Hedged share classes allow the ACD to use currency hedging transactions to reduce the effect of exchange rate fluctuations between the Reference Currency or Reference Currencies and the Hedged Currency (for further definitions refer to page 87). Where undertaken, the allocation of return in relation to hedging transactions is applied in respect of that hedged share class only.

### (l) Deferred tax

Deferred tax liabilities are provided in full in respect of all items for which recognition falls in different accounting periods for accounting and taxation purposes and deferred tax assets are recognised to the extent that they are considered recoverable. Further analysis of the deferred tax assets can be found within the financial statements of the individual funds.

### (m) Dilution adjustment

Under certain circumstances the ACD has the power to charge a dilution adjustment on the purchase and/or redemption of shares. If charged, the dilution adjustment will be paid into the fund. Full details of the operation of the scheme can be found in the Prospectus.

## 2 DISTRIBUTION POLICIES

(a) In accordance with the Collective Investment Schemes Sourcebook, where the revenue from investments exceeds the expenses and taxation for any share class, a distribution will be made from that share class. Should expenses and taxation exceed revenue for any share class, there will be no distribution for that share class and a transfer from capital will be made to cover the shortfall.

Revenue attributable to Accumulation shareholders is retained at the end of each distribution period and represents a reinvestment of revenue.

(b) Where distributions are unclaimed for a period of six years these are brought back into the relevant fund as capital.

(c) The ACD's charges in respect of the following funds are added back for the purpose of determining the amount available for distribution:

- CT Global Multi Asset Income Fund
- CT UK Social Bond Fund
- CT Managed Equity Income Fund

(d) When a transfer is made between the revenue and capital of the same share class marginal tax relief is not taken into account when determining the distribution. Marginal tax relief is only taken into account where the transfer of benefit is between the revenue and capital property of at least two different share classes of the fund.

## 3 RISK MANAGEMENT POLICIES

In pursuing their investment objectives, the funds may hold a number of financial instruments. These financial instruments comprise securities, derivatives and other investments, cash balances, debtors and creditors that arise directly from the funds' operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for creations and payable for cancellations and debtors for accrued revenue.

The funds may also enter into a range of derivative transactions. Derivatives may be used for investment purposes or with the aim of reducing risk or managing the Fund more efficiently. The funds only execute derivative contracts where both the derivative instrument and the counterparty have been approved by the ACD. Further detail on derivative use can be found in the individual Fund's objective and policy.

The ACD has a Risk Management Policy (RMP\*), which is reviewed by the Depositary. The processes detailed within are designed to monitor and measure as frequently as appropriate the risk of the funds' underlying investments, derivative and forward positions and their contribution to the overall risk profile of the funds.. The ACD reviews (and agrees with the Depositary) policies for managing each of these risks. The main risks arising from financial instruments and the ACD's policies for managing these risks are stated below. Full details of risk factors are contained in the prospectus. These policies have been consistent for both the current and prior period to which these financial statements relate.

### Market price risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the funds might suffer through holding market positions in the face of price movements. This means the value of an investor's holding may go down as well as up and an investor may not recover the amount invested. Bond funds hold a range of fixed interest instruments which may be difficult to value and/or liquidate.

Investors should consider the degree of exposure of these funds in the context of all their investments.

The investment portfolios are exposed to market price fluctuations, which are monitored by the ACD as per the policies as set out in the Prospectus.

The value of the investment can fall as well as rise and investors might not get back the sum originally invested, especially if investments are not held for the long term.

The ACD meets regularly to consider the asset allocation of the portfolio in order to minimise the risk associated with particular industry sectors whilst continuing to follow the investment objective. An individual fund manager has responsibility for monitoring the existing portfolio selected in accordance with the overall asset allocation parameters and seeks to ensure that individual stocks also meet the risk reward profile that is acceptable.

The investment guidelines and investment and borrowing powers are set out in the instrument of incorporation and the prospectus.

### Liquidity risk

Liquidity risk is the risk that a fund cannot raise sufficient cash to meet its liabilities when due. One of the key factors influencing this will be the ability to sell investments at, or close to, the fair value without a significant loss being realised.

Under normal circumstances, the funds will remain close to fully invested. However, where circumstances require: either because a view of illiquid securities markets or high levels of cancellations in the funds, the funds may hold cash and/or more liquid assets. Temporary higher liquidity levels may also arise during the carrying out of a change in asset allocation policy, or following a large issue of shares.

The ACD manages the funds' cash to ensure they can meet their liabilities. The ACD receives daily reports of issues and cancellations enabling the ACD to raise cash from the funds' portfolios in order to meet redemption requests. In addition the ACD monitors market liquidity of all securities, seeking to ensure the funds maintain sufficient liquidity to meet known and potential redemption activity. Fund cash balances are monitored daily by the ACD and Administrator.

Where investments cannot be realised in time to meet any potential liability, the funds may borrow up to 10% of their value to ensure settlement. All of the funds' financial liabilities are payable on demand or in less than one year.

The ACD may defer redemptions at a particular Valuation Point on a Dealing Day, to the Valuation Point on the next Dealing Day. This will allow the ACD to match the sale of Scheme Property to the level of redemptions, and should reduce the impact of dilution on a Fund. In exceptional circumstances the ACD, with the prior agreement of the Depositary, may suspend dealing. Suspension will cease as soon as practicable after the exceptional circumstances leading to the suspension have ceased but the ACD and the Depositary will formally review the suspension at least every 28 days and will inform the FCA of the review and any change to the information given to Shareholders. The ACD may also, in certain circumstances, require a redeeming shareholder, in lieu of payment, to be transferred property of the fund.

\*The RMP available on request from the client services team contact details on page 90.

# Notes to the Annual Reports and Financial Statements for Columbia Threadneedle Opportunity Funds (UK) ICVC

## Notes to the financial statements

*(continued)*

### **Credit risk/Counterparty risk**

Credit risk is the risk that the counterparty in a financial transaction will fail to fulfil their obligation or commitment. Credit risk arises from three main sources. Firstly, the possibility that the issuer of a security will be unable to pay interest and principal in a timely manner. Secondly, for asset backed investments (including FRNs) there is the possibility of default of the issuer and default in the underlying assets meaning that the fund may not receive back the full principal originally invested. Thirdly, there is counterparty risk, which is the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the fund has fulfilled its responsibilities, which could result in the funds suffering a loss.

In order to manage credit risk the funds are subject to investment limits for issuers of securities. Issuer credit ratings are evaluated periodically and an approved issuer list is maintained and monitored. In addition the funds only buy and sell investments through brokers which have been approved by the ACD as an acceptable counterparty and limits are set and monitored to cover the exposure to any individual broker. Changes in broker's financial ratings are periodically reviewed.

The funds may invest in what are considered riskier bonds (below investment grade). This brings the potential for increased risk of default and could affect both the income and the capital value of the fund. Further details can be found in the portfolio statement of the individual funds.

### **Interest rate risk**

Interest rate risk is the risk that the value of the funds' investments will fluctuate as a result of changes in interest rates. The fund invests in floating rate securities. The income of these funds may be affected by changes in interest rates relevant to particular securities or as a result of the ACD being unable to secure similar returns on the expiry of contracts or sale of securities. The value of fixed interest securities may be affected by interest rate movements or the expectation of such movements in the future.

Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates.

The interest rate risk profile for fund is shown in the notes to the financial statements, contained within the full financial statements.

### **Currency risk**

Foreign currency risk is the risk that the value of the funds' investments will fluctuate as a result of changes in foreign currency exchange rates. For those funds where a proportion of the net assets of the fund are denominated in currencies other than the fund's base currency, the balance sheet can be affected by movements in exchange rates. The ACD monitors the foreign currency exposure of the funds and may seek to manage exposure to currency movements by using forward exchange contracts or by hedging the value of investments that are priced in other currencies. Hedged Share Classes are available to investors as set out in the Important Information – Characteristics of Shares section on page 87. The currency risk profile for the relevant funds is shown in their notes to the financial statements, contained within the full financial statements.

## **4 CROSS HOLDINGS**

There were no cross holdings in the current or prior year for any funds within the Columbia Threadneedle Opportunity Funds (UK) ICVC.

## **5 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts, when applicable, are shown within borrowings in current liabilities

## CT Dynamic Real Return Fund

### Investment Report

#### Investment Objective and Policy

The Fund aims to achieve a higher rate of return from capital appreciation and income than the rate of inflation in the UK (defined as the Consumer Price Index (CPI)), over a period of 3 to 5 years. Currently, the Fund looks to achieve an average annual return of CPI +4% when measured over this same time period, before charges are deducted. The Fund also seeks to deliver a positive return over any 3-year period (net of charges), regardless of market conditions. However, there is a risk to capital, and there is no guarantee that a positive return will be achieved in 3 years, or any other timescale.

The Fund actively manages an exposure to bonds, equities (company shares), money market instruments, cash, currencies, commodities, property and other alternative asset classes on a global basis. The exposure to these asset classes varies over time, as deemed necessary to achieve the investment objective, which may result in the Fund having little or no exposure to certain asset classes. The Fund obtains exposure to different asset classes by investing in other collective investment schemes (including funds managed by Columbia Threadneedle companies) or by using derivatives (including forward transactions). The Fund may also invest directly in transferable securities (including bonds and company shares), money market instruments, deposits and cash. The Fund does not invest in physical commodities or directly in real property.

In addition to using derivatives for investment purposes, derivatives may be used with the aim of reducing risk or managing the Fund more efficiently.

#### Performance of Net Income Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT Dynamic Real Return Fund has fallen from 130.84p to 126.83p.

For comparison, using noon prices, the performance of the Class 2 share class was -2.87% compared to a return of -0.40% for the Morningstar UK Unit Trusts/OEICs – IA Targeted Absolute Return Peer Group (on a bid to bid basis, with income reinvested for a UK basic rate taxpayer).

For information purposes, using global close prices, the total return of the UK CPI +4% Index was +13.63%.

#### Market Overview and Portfolio Activity

The 12 months under review constituted a volatile period for financial markets. With inflation far above target in many developed economies, investors struggled to gauge how far central banks would have to raise interest rates to contain it, and whether policymakers could do so without tipping their respective economies into recession. Most fixed-income assets lost value, while equity markets typically finished higher, albeit after a rollercoaster ride. The main developed equity regions outperformed emerging markets (EMs), which were little changed in aggregate. Commodities were very weak overall, having risen sharply over the preceding year. Lingering supply issues from the pandemic and more recent ones related to Russia's invasion of Ukraine pushed inflation to multi-decade highs in the US,

eurozone and UK. US inflation breached the 9% mark in June (reported in July) before easing over the remainder of the period. Inflation in the UK was the most stubborn. Having peaked above 11% in October, it did not return to single figures until April – and even then, core inflation (which excludes energy and food prices) hit its highest level since 1992.

Core government bonds such as US Treasuries, German Bunds and UK gilts weakened over the year as aggressive interest-rate rises by the Federal Reserve (Fed), European Central Bank (ECB) and Bank of England (BoE) rendered fixed-interest payments less attractive. In addition, UK gilts were extremely volatile during late September and October in response to the unfunded tax-cutting plans of the then chancellor, Kwasi Kwarteng, and their reversal by his successor.

The Fed, ECB and BoE slowed the pace of rate rises after November, as the inflationary tide appeared to be turning. Nevertheless, all three continued to increase borrowing costs at every subsequent opportunity – including hikes each after the collapse of Silicon Valley Bank and other lenders in March. As the period ended, markets were pricing in further rate hikes by all three central banks, with the BoE seen as having the most still to do.

Meanwhile, equities – and to a lesser extent corporate bond spreads (the yield difference between corporate and risk-free government bond yields) – were buffeted throughout the year as fears of recession waxed and waned. In the first half of the period, economic forecasts generally deteriorated amid worries about the impact of soaring inflation, rising interest rates, ongoing Covid lockdowns in China and the potential for European energy shortages linked to the war in Ukraine. At the same time, however, risk assets were supported by surprisingly resilient company results.

Towards the end of 2022, confidence about the global economy was bolstered by signs of easing inflation and anticipation that China might be preparing to move away from its zero-Covid strategy (as duly transpired). The economic optimism continued into the new year, notably with regard to Europe. In January, for example, the flash composite purchasing managers' index (PMI) for the eurozone unexpectedly returned to growth territory. Together with plunging natural gas prices, this sparked hopes that the region might avoid recession after all.

In February, it emerged that the UK economy had flattened in Quarter 4 rather than shrinking as expected, raising the possibility that it too might escape recession this year. Nevertheless, the twin spectres of inflation and interest-rates were never far away. The same month saw global equities and bonds weaken as strong labour-market and inflation data in the US and eurozone pushed interest-rate expectations higher again. March was dominated by the banking crisis already mentioned, which triggered a brief spell of intense volatility before concerted action by various financial authorities allayed contagion fears.

Markets were largely calmer over the remainder of the period. One minor exception was a volatility spike in early May, amid news of further trouble among regional US lenders. Another, which was accompanied by a jump in US Treasury yields, came in the final days of the period, as negotiations about the US debt ceiling went to the wire.

Overall, the MSCI All Country World Index (ACWI) of equities rose 6.2% in local-currency terms and 6.8% in sterling. Japan was strongest in local terms. A weakening in the yen – as relatively low inflation allowed the Bank of Japan to maintain its ultra-loose monetary policy – helped the export-heavy market in yen terms, though it roughly halved the return in sterling. Europe ex UK was comfortably ahead of the ACWI as recession fears eased, while the US was roughly in line. The UK trailed the global index, while emerging markets and developed Asia ex Japan brought up the rear.

In fixed income, core bond yields rose across the board. Gilts underperformed their US and German counterparts, partly reflecting the relative persistence of inflation in the UK versus Europe and especially the US. Global investment-grade (IG) credit spreads were surprisingly little changed given the volatility, tightening by around 3% in risk adjusted terms, while spreads in the euro high-yield (HY) market tightened by about 9% on the same basis.

As regards allocation activity, we took steps early in the period to reduce risk in the portfolio given the deteriorating growth outlook. In part, this was achieved by lowering equity exposure, particularly in Japan and (predominantly emerging) Asia ex Japan. We also took profits in commodities, which had rallied very strongly over the preceding year. More recently we have reduced the allocation to US equities. It is one of the more expensive regional markets and we have concerns that its elevated valuations may not survive the higher interest-rate environment.

By contrast, we increased exposure to UK equities, whose ongoing discount versus overseas peers looks unjustified and should help the market weather the higher interest rates. In addition, our increase was mainly achieved via FTSE 100 index futures; the large-cap index is skewed towards defensive stocks and, being dominated by overseas earners, is insulated to a degree from the travails of the domestic economy.

In fixed income, we took advantage of volatility and weakness in core government bonds to raise the portfolio's duration (sensitivity to changes in interest rates). Initially, most of the increase in duration was focused on the gilt market, where we increased the allocation as a proportion of the fund's net asset value as well as extending the maturity of the holdings within it. Later, following a rally in gilts, we booked some profits and switched the proceeds into US Treasuries.

Additionally, we increased the size and duration of our sterling IG exposure by raising the overall weighting of the allocation, and within it, increasing the proportion of the allocation invested in the all-maturities CT Sterling Corporate Bond Fund and adding a modest holding in the CT Sterling Medium- and Long-dated Corporate Bond Fund. We have become more constructive on duration over the year as core yields have risen very sharply. Markets already appear to have priced in at least as much monetary tightening as there is likely to be in this cycle, inflation seems to have peaked, and we also note the improved hedge that the current elevated yields offer should the economic slowdown prove worse than expected. Despite the challenging backdrop, however, we feel there is also still value to be had in select risk assets, especially the shares and bonds of those companies with relatively defensive cashflows.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

| Notes   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| <b>Income</b>   |              |              |
| Net capital losses  | 2 (75,153)   | (53,298)     |
| Revenue   | 3 41,645     | 42,961       |
| Expenses  | 4 (7,711)    | (12,308)     |
| Interest payable and similar charges  | 5 (194)      | (8)          |
| Net revenue before taxation   | 6 33,740     | 30,645       |
| Taxation  | 6 (5,257)    | (4,804)      |
| Net revenue after taxation  | 28,483       | 25,841       |
| <b>Total return before distributions</b>  | (46,670)     | (27,457)     |
| Distributions   | 7 (28,592)   | (25,918)     |
| <b>Change in net assets attributable to shareholders from investment activities</b> | (75,262)     | (53,375)     |

### BALANCE SHEET

as at 25 May 2023

| Notes  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| <b>Assets:</b>                                 |              |              |
| <b>Fixed assets:</b>                           |              |              |
| Investments                                    | 1,328,478    | 1,955,679    |
| <b>Current assets:</b>                         |              |              |
| Debtors  | 8 8,389      | 7,552        |
| Cash and bank balances                         | 9 57,833     | 159,886      |
| Cash equivalents**                             | 12           | 207,439      |
| Total assets                                   | 1,394,712    | 2,330,556    |
| <b>Liabilities:</b>                            |              |              |
| <b>Investment liabilities</b>                  | (1,449)      | (14,025)     |
| <b>Creditors:</b>                              |              |              |
| Bank overdrafts                                | 9 (44,333)   | (41,063)     |
| Distribution payable                           | (1,697)      | (1,172)      |
| Other creditors                                | 10 (6,979)   | (14,820)     |
| Total liabilities                              | (54,458)     | (71,080)     |
| <b>Net assets attributable to shareholders</b> | 1,340,254    | 2,259,476    |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| <b>Opening net assets attributable to shareholders</b>   | 2,259,476    | 2,423,287    |
| Amounts receivable on the issue of shares  | 120,619      | 247,341      |
| Amounts payable on the cancellation of shares  | (987,852)    | (381,554)    |
|  | (867,233)    | (134,213)    |
| Dilution adjustment  | 621          | –            |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | (75,262)     | (53,375)     |
| Retained distribution on accumulation shares   | 22,652       | 23,777       |
| <b>Closing net assets attributable to shareholders</b>   | 1,340,254    | 2,259,476    |

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

Dividend distribution in pence per share

#### Class 2 – Income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/11/22                     | 0.7609  | –            | 0.7609                              | 0.4618                      |
| 26/11/22 to 25/05/23                     | 1.2916  | –            | 1.2916                              | 0.7810                      |
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/11/22                     | 0.1640  | 0.5969       | 0.7609                              | 0.4618                      |
| 26/11/22 to 25/05/23                     | 0.9136  | 0.3780       | 1.2916                              | 0.7810                      |
| <b>Total distributions in the period</b> |         |              | 2.0525                              | 1.2428                      |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

\*\*The total value of investments in the portfolio statement includes the Cash Equivalents amount shown under current assets.



## CT Dynamic Real Return Fund

### DISTRIBUTION TABLE

(continued)

#### Class 2 – Accumulation shares

| Distribution Period                      | Revenue | Equalisation | Revenue Accumulated 2022/2023 | Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------|-------------------------------|
| <b>Group 1</b>                           |         |              |                               |                               |
| 26/05/22 to 25/11/22                     | 0.8437  | –            | 0.8437                        | 0.5074                        |
| 26/11/22 to 25/05/23                     | 1.4498  | –            | 1.4498                        | 0.8601                        |
| <b>Group 2</b>                           |         |              |                               |                               |
| 26/05/22 to 25/11/22                     | 0.6947  | 0.1490       | 0.8437                        | 0.5074                        |
| 26/11/22 to 25/05/23                     | 0.6179  | 0.8319       | 1.4498                        | 0.8601                        |
| <b>Total distributions in the period</b> |         |              | <b>2.2935</b>                 | <b>1.3675</b>                 |

#### Class S – Accumulation shares

| Distribution Period                      | Revenue | Equalisation | Revenue Accumulated 2022/2023 | Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------|-------------------------------|
| <b>Group 1</b>                           |         |              |                               |                               |
| 26/05/22 to 25/11/22                     | 0.8863  | –            | 0.8863                        | 0.5901                        |
| 26/11/22 to 25/05/23                     | 1.4264  | –            | 1.4264                        | 0.9030                        |
| <b>Group 2</b>                           |         |              |                               |                               |
| 26/05/22 to 25/11/22                     | 0.5114  | 0.3749       | 0.8863                        | 0.5901                        |
| 26/11/22 to 25/05/23                     | 0.9446  | 0.4818       | 1.4264                        | 0.9030                        |
| <b>Total distributions in the period</b> |         |              | <b>2.3127</b>                 | <b>1.4931</b>                 |

#### Class X – Accumulation shares

| Distribution Period                      | Revenue | Equalisation | Revenue Accumulated 2022/2023 | Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------|-------------------------------|
| <b>Group 1</b>                           |         |              |                               |                               |
| 26/05/22 to 25/11/22                     | 1.2747  | –            | 1.2747                        | 0.9393                        |
| 26/11/22 to 25/05/23                     | 1.8992  | –            | 1.8992                        | 1.3005                        |
| <b>Group 2</b>                           |         |              |                               |                               |
| 26/05/22 to 25/11/22                     | 0.7476  | 0.5271       | 1.2747                        | 0.9393                        |
| 26/11/22 to 25/05/23                     | 1.0474  | 0.8518       | 1.8992                        | 1.3005                        |
| <b>Total distributions in the period</b> |         |              | <b>3.1739</b>                 | <b>2.2398</b>                 |

#### Class Z – Income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/11/22                     | 0.6680  | –            | 0.6680                              | 0.3629                      |
| 26/11/22 to 25/05/23                     | 1.2002  | –            | 1.2002                              | 0.6844                      |
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/11/22                     | 0.4378  | 0.2302       | 0.6680                              | 0.3629                      |
| 26/11/22 to 25/05/23                     | 0.5992  | 0.6010       | 1.2002                              | 0.6844                      |
| <b>Total distributions in the period</b> |         |              | <b>1.8682</b>                       | <b>1.0473</b>               |

#### Class Z – Accumulation shares

| Distribution Period                      | Revenue | Equalisation | Revenue Accumulated 2022/2023 | Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------|-------------------------------|
| <b>Group 1</b>                           |         |              |                               |                               |
| 26/05/22 to 25/11/22                     | 0.7320  | –            | 0.7320                        | 0.3944                        |
| 26/11/22 to 25/05/23                     | 1.3237  | –            | 1.3237                        | 0.7455                        |
| <b>Group 2</b>                           |         |              |                               |                               |
| 26/05/22 to 25/11/22                     | 0.4751  | 0.2569       | 0.7320                        | 0.3944                        |
| 26/11/22 to 25/05/23                     | 0.8464  | 0.4773       | 1.3237                        | 0.7455                        |
| <b>Total distributions in the period</b> |         |              | <b>2.0557</b>                 | <b>1.1399</b>                 |

Group 2: shares purchased during a distribution period.

## CT Dynamic Real Return Fund

### Comparative Table Disclosure

|   | Class 2 – Income shares       |             |               | Class 2 – Accumulation shares |             |             |
|---|-------------------------------|-------------|---------------|-------------------------------|-------------|-------------|
|   | 25/05/2023                    | 25/05/2022  | 25/05/2021    | 25/05/2023                    | 25/05/2022  | 25/05/2021  |
| <b>Change in net assets per share</b>             |                               |             |               |                               |             |             |
| Opening net asset value per share (p)             | 129.92                        | 132.99      | 119.17        | 144.10                        | 146.13      | 129.55      |
| Return before operating charges (p)               | (1.54)                        | (0.82)      | 16.05         | (1.71)                        | (0.92)      | 17.71       |
| Operating charges (p)                             | (0.93)                        | (1.01)      | (0.82)        | (1.03)                        | (1.11)      | (1.13)      |
| Return after operating charges (p)*               | (2.47)                        | (1.83)      | 15.23         | (2.74)                        | (2.03)      | 16.58       |
| Distributions (p)                                 | (2.05)                        | (1.24)      | (1.41)        | (2.29)                        | (1.37)      | (1.54)      |
| Retained distributions on accumulation shares (p) | –                             | –           | –             | 2.29                          | 1.37        | 1.54        |
| Closing net asset value per share (p)             | 125.40                        | 129.92      | 132.99        | 141.36                        | 144.10      | 146.13      |
| *after direct transaction costs of (p)            | 0.01                          | 0.01        | –             | 0.01                          | 0.01        | –           |
| <b>Performance</b>                                |                               |             |               |                               |             |             |
| Return after charges (%)                          | (1.90)                        | (1.38)      | 12.78         | (1.90)                        | (1.39)      | 12.80       |
| <b>Other information</b>                          |                               |             |               |                               |             |             |
| Closing net asset value (£000)                    | 155,656                       | 184,383     | 169,438       | 152,727                       | 569,788     | 570,811     |
| Closing number of shares                          | 124,127,572                   | 141,915,528 | 127,410,103   | 108,039,082                   | 395,398,727 | 390,618,657 |
| Operating charges (%)**                           | 0.73                          | 0.75        | 0.74          | 0.73                          | 0.75        | 0.74        |
| Direct transaction costs (%)***                   | –                             | –           | –             | –                             | –           | –           |
| <b>Prices</b>                                     |                               |             |               |                               |             |             |
| Highest share price (p)                           | 132.58                        | 139.33      | 135.69        | 147.05                        | 153.10      | 148.24      |
| Lowest share price (p)                            | 121.14                        | 129.95      | 120.01        | 134.36                        | 143.27      | 130.47      |
|   | Class S – Accumulation shares |             |               | Class X – Accumulation shares |             |             |
|   | 25/05/2023                    | 25/05/2022  | 25/05/2021    | 25/05/2023                    | 25/05/2022  | 25/05/2021  |
| <b>Change in net assets per share</b>             |                               |             |               |                               |             |             |
| Opening net asset value per share (p)             | 129.39                        | 130.94      | 115.86        | 151.10                        | 152.42      | 134.44      |
| Return before operating charges (p)               | (1.60)                        | (0.88)      | 15.72         | (2.00)                        | (1.16)      | 18.05       |
| Operating charges (p)                             | (0.61)                        | (0.67)      | (0.64)        | (0.12)                        | (0.16)      | (0.07)      |
| Return after operating charges (p)*               | (2.21)                        | (1.55)      | 15.08         | (2.12)                        | (1.32)      | 17.98       |
| Distributions (p)                                 | (2.31)                        | (1.49)      | (1.63)        | (3.17)                        | (2.24)      | (2.36)      |
| Retained distributions on accumulation shares (p) | 2.31                          | 1.49        | 1.63          | 3.17                          | 2.24        | 2.36        |
| Closing net asset value per share (p)             | 127.18                        | 129.39      | 130.94        | 148.98                        | 151.10      | 152.42      |
| *after direct transaction costs of (p)            | 0.01                          | 0.01        | –             | 0.01                          | 0.01        | –           |
| <b>Performance</b>                                |                               |             |               |                               |             |             |
| Return after charges (%)                          | (1.71)                        | (1.18)      | 13.02         | (1.40)                        | (0.87)      | 13.37       |
| <b>Other information</b>                          |                               |             |               |                               |             |             |
| Closing net asset value (£000)                    | 463,636                       | 1,166,363   | 1,370,939     | 502,501                       | 239,780     | 216,286     |
| Closing number of shares                          | 364,563,468                   | 901,452,233 | 1,046,976,591 | 337,285,672                   | 158,692,584 | 141,896,896 |
| Operating charges (%)**                           | 0.48                          | 0.50        | 0.49          | 0.08                          | 0.10        | 0.09        |
| Direct transaction costs (%)***                   | –                             | –           | –             | –                             | –           | –           |
| <b>Prices</b>                                     |                               |             |               |                               |             |             |
| Highest share price (p)                           | 132.18                        | 137.32      | 132.81        | 154.70                        | 160.09      | 154.55      |
| Lowest share price (p)                            | 120.73                        | 128.64      | 116.68        | 141.16                        | 150.21      | 135.40      |

## CT Dynamic Real Return Fund

### Comparative Table Disclosure

(continued)

|   | Class Z – Income shares |            |            | Class Z – Accumulation shares |            |            |
|---|-------------------------|------------|------------|-------------------------------|------------|------------|
|   | 25/05/2023              | 25/05/2022 | 25/05/2021 | 25/05/2023                    | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |                         |            |            |                               |            |            |
| Opening net asset value per share (p)             | 129.87                  | 132.93     | 119.12     | 142.31                        | 144.52     | 128.31     |
| Return before operating charges (p)               | (1.49)                  | (0.76)     | 16.18      | (1.64)                        | (0.84)     | 17.50      |
| Operating charges (p)                             | (1.16)                  | (1.25)     | (1.14)     | (1.27)                        | (1.37)     | (1.29)     |
| Return after operating charges (p)*               | (2.65)                  | (2.01)     | 15.04      | (2.91)                        | (2.21)     | 16.21      |
| Distributions (p)                                 | (1.87)                  | (1.05)     | (1.23)     | (2.06)                        | (1.14)     | (1.32)     |
| Retained distributions on accumulation shares (p) | –                       | –          | –          | 2.06                          | 1.14       | 1.32       |
| Closing net asset value per share (p)             | 125.35                  | 129.87     | 132.93     | 139.40                        | 142.31     | 144.52     |
| *after direct transaction costs of (p)            | 0.01                    | 0.01       | –          | 0.01                          | 0.01       | –          |
| <b>Performance</b>                                |                         |            |            |                               |            |            |
| Return after charges (%)                          | (2.04)                  | (1.51)     | 12.63      | (2.04)                        | (1.53)     | 12.63      |
| <b>Other information</b>                          |                         |            |            |                               |            |            |
| Closing net asset value (£000)                    | 9,772                   | 12,130     | 10,491     | 55,962                        | 87,032     | 85,322     |
| Closing number of shares                          | 7,795,696               | 9,339,947  | 7,892,285  | 40,145,719                    | 61,156,563 | 59,039,142 |
| Operating charges (%)**                           | 0.91                    | 0.93       | 0.92       | 0.91                          | 0.93       | 0.92       |
| Direct transaction costs (%)***                   | –                       | –          | –          | –                             | –          | –          |
| <b>Prices</b>                                     |                         |            |            |                               |            |            |
| Highest share price (p)                           | 132.49                  | 139.18     | 135.56     | 145.17                        | 151.31     | 146.63     |
| Lowest share price (p)                            | 121.02                  | 129.81     | 119.97     | 132.61                        | 141.49     | 129.21     |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.

## CT Dynamic Real Return Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL LOSSES

Net capital losses during the period comprise:

|  | 2023      | 2022     |
|--|-----------|----------|
|  | £000      | £000     |
| Non-derivative securities*                                     | (64,476)  | (34,953) |
| Derivative contracts   | (9,258)   | (29,938) |
| Forward currency contracts                                     | (2,344)   | 3,525    |
| Management fee rebate on collective investment scheme holdings | 360       | 410      |
| Other gains  | 570       | 7,662    |
| Transaction costs  | (5)       | (4)      |
| Net capital losses   | (75,153)  | (53,298) |
| The non-derivative securities balance above includes:          |           |          |
| Realised gains*  | 37,785    | 21,780   |
| Unrealised losses*   | (102,261) | (56,733) |
|  | (64,476)  | (34,953) |

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

#### 3 REVENUE

|   | 2023   | 2022   |
|---|--------|--------|
|   | £000   | £000   |
| UK dividends                            | 245    | 134    |
| Overseas dividends                      | 2,336  | 2,409  |
| Franked dividend distributions          | 5,369  | 7,123  |
| Interest distributions                  | 8,672  | 9,232  |
| Interest on debt securities             | 19,529 | 14,944 |
| Interest on short term investments      | 113    | 164    |
| Property income distributions           | –      | 68     |
| Non-taxable offshore fund distributions | 561    | 743    |
| Taxable offshore fund distributions     | 573    | 741    |
| Unfranked dividend distributions        | 1,834  | 1,091  |
| Derivative revenue                      | –      | 5,956  |
| Bank interest                           | 2,413  | 356    |
| Total revenue                           | 41,645 | 42,961 |

#### 4 EXPENSES

|  | 2023    | 2022     |
|--|---------|----------|
|  | £000    | £000     |
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |         |          |
| Annual management charge   | (6,880) | (11,131) |
| Annual management charge discount*   | 1       | –        |
| Registration fees  | (562)   | (814)    |
|  | (7,441) | (11,945) |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |         |          |
| Depositary fees  | (199)   | (292)    |
| Safe custody fees  | (51)    | (62)     |
| Revenue collection expenses  | (3)     | 3        |
|  | (253)   | (351)    |
| Other expenses:  |         |          |
| Audit fees   | (11)    | (10)     |
| Non-audit service fees payable to auditors   | (6)     | (2)      |
|  | (17)    | (12)     |
| Total expenses**   | (7,711) | (12,308) |

\*Please see page 87 for additional information on the Annual management charge discount.

\*\*Including irrecoverable VAT where applicable.

#### 5 INTEREST PAYABLE AND SIMILAR CHARGES

|  | 2023  | 2022 |
|--|-------|------|
|  | £000  | £000 |
| Interest payable                           | (8)   | (8)  |
| Derivative expense                         | (186) | –    |
| Total interest payable and similar charges | (194) | (8)  |

#### 6 TAXATION

|   | 2023    | 2022    |
|---|---------|---------|
|   | £000    | £000    |
| <b>a) Analysis of charge in period</b>  |         |         |
| Corporation tax   | (5,018) | (4,148) |
| Double taxation relief  | 69      | 150     |
| Overseas taxes  | (308)   | (806)   |
| Total current tax (note 6b)   | (5,257) | (4,804) |
| Total tax charge for the period   | (5,257) | (4,804) |
| <b>b) Factors affecting taxation charge for period</b>  |         |         |
| Net revenue before taxation   | 33,740  | 30,645  |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (6,748) | (6,129) |
| Effects of:   |         |         |
| Revenue not subject to taxation   | 1,686   | 2,062   |
| Overseas taxes  | (308)   | (805)   |
| Double taxation relief  | 69      | 150     |
| Capitalised revenue subject to taxation   | (72)    | (82)    |
| Conversion transfer from capital  | (17)    | –       |
| UK Indexation relief  | 133     | –       |
| Current tax charge for period (note 6a)   | (5,257) | (4,804) |
| <b>c) Deferred tax</b>  |         |         |
| Deferred tax charge at the start of the period  | –       | (1)     |
| Provision at the end of the period  | –       | (1)     |

#### 7 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023   | 2022   |
|---|--------|--------|
|   | £000   | £000   |
| Interim   | 9,964  | 10,354 |
| Final   | 15,400 | 15,233 |
|   | 25,364 | 25,587 |
| Add: Revenue deducted on the cancellation of shares | 3,540  | 765    |
| Deduct: Revenue received on the creation of shares  | (312)  | (434)  |
| Net distribution for the period                     | 28,592 | 25,918 |
| Net revenue after taxation                          | 28,483 | 25,841 |
| Equalisation on conversion                          | 36     | (3)    |
| Tax charge on capital management fee rebates        | 72     | 81     |
| Undistributed revenue brought forward               | 1      | –      |
| Undistributed revenue carried forward               | –      | (1)    |
| Total distributions                                 | 28,592 | 25,918 |

Details of the distribution per share are set out in the table on pages 7 to 8.

#### 8 DEBTORS

|  | 2023  | 2022  |
|--|-------|-------|
|  | £000  | £000  |
| Amounts receivable for the issue of shares | 61    | 189   |
| Sales awaiting settlement                  | 2,436 | 861   |
| Accrued revenue                            | 5,540 | 6,327 |
| Corporation tax recoverable                | 101   | 28    |
| Foreign withholding tax recoverable        | 251   | 147   |
| Total debtors                              | 8,389 | 7,552 |

## CT Dynamic Real Return Fund

### Notes to the financial statements

(continued)

#### 9 CASH AND BANK BALANCES

|   | 2023     | 2022     |
|---|----------|----------|
|   | £000     | £000     |
| Amounts held at futures clearing houses and brokers | 48,880   | 71,428   |
| Cash and bank balances                              | 8,953    | 88,458   |
|   | 57,833   | 159,886  |
| Cash overdrafts at broker                           | (44,333) | (41,063) |
| Net cash and bank balances                          | 13,500   | 118,823  |

#### 10 OTHER CREDITORS

|  | 2023    | 2022     |
|--|---------|----------|
|  | £000    | £000     |
| Amounts payable for the cancellation of shares | (4,041) | (11,810) |
| Purchases awaiting settlement                  | (2,572) | (2,211)  |
| Accrued expenses                               | (30)    | (31)     |
| Amounts payable to ACD                         | (336)   | (767)    |
| Deferred tax provision                         | –       | (1)      |
| Total other creditors                          | (6,979) | (14,820) |

#### 11 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders.

Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 8 and 10.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 10.

A balance of £46,000 (2022: £67,000), in respect of annual management rebates is receivable at the end of the accounting period.

The fund invests in other sub-funds managed by Columbia Threadneedle, all transactions in respect of which are transacted with Threadneedle Investment Services Limited. Details of the investments are shown in the Portfolio Statement.

The fund has received £5,930,000 (2022: £7,866,000) franked dividend distributions and £360,000 (2022: £410,000) management fee rebate on collective investment scheme holdings.

In addition this investment has produced a non-derivative security gain of £94,040,660 (2022: £56,733,407).

All transactions have been entered into in the ordinary course of business on normal commercial terms.

#### 12 SHAREHOLDER FUNDS

CT Dynamic Real Return Fund currently has four share classes; Class 2, Class S, Class X and Class Z shares. The charges on each share class are as follows:

| Annual management charge |       |
|--------------------------|-------|
| Class 2 shares           | 0.65% |
| Class S shares           | 0.40% |
| Class X shares           | N/A*  |
| Class Z shares           | 0.75% |

| Registration fees |        |
|-------------------|--------|
| Class 2 shares    | 0.030% |
| Class S shares    | 0.030% |
| Class X shares    | 0.030% |
| Class Z shares    | 0.110% |

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on pages 9 to 10. The distribution per share class is given in the distribution table on pages 7 to 8. All classes have the same rights on winding up.

\*X Shares are not subject to an Annual Management Charge.

#### Reconciliation of shares

|                                | 2023         |
|--------------------------------|--------------|
| <b>Class 2 – Income shares</b> |              |
| Opening shares                 | 141,915,528  |
| Shares issued                  | 9,194,831    |
| Shares redeemed                | (26,982,787) |
| Net conversions                | –            |
| Closing shares                 | 124,127,572  |

#### 2023

#### Class 2 – Accumulation shares

|                 |               |
|-----------------|---------------|
| Opening shares  | 395,398,727   |
| Shares issued   | 48,617,696    |
| Shares redeemed | (184,164,532) |
| Net conversions | (151,812,809) |
| Closing shares  | 108,039,082   |

#### Class S – Accumulation shares

|                 |               |
|-----------------|---------------|
| Opening shares  | 901,452,233   |
| Shares issued   | 10,318,134    |
| Shares redeemed | (487,218,194) |
| Net conversions | (59,988,705)  |
| Closing shares  | 364,563,468   |

#### Class X – Accumulation shares

|                 |              |
|-----------------|--------------|
| Opening shares  | 158,692,584  |
| Shares issued   | 21,107,044   |
| Shares redeemed | (40,268,777) |
| Net conversions | 197,754,821  |
| Closing shares  | 337,285,672  |

#### Class Z – Income shares

|                 |             |
|-----------------|-------------|
| Opening shares  | 9,339,947   |
| Shares issued   | 418,623     |
| Shares redeemed | (1,938,617) |
| Net conversions | (24,257)    |
| Closing shares  | 7,795,696   |

#### Class Z – Accumulation shares

|                 |              |
|-----------------|--------------|
| Opening shares  | 61,156,563   |
| Shares issued   | 765,403      |
| Shares redeemed | (19,521,206) |
| Net conversions | (2,255,041)  |
| Closing shares  | 40,145,719   |

#### 13 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

#### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 5% increase applied to the equity proportion of the fund would result in an increase on this portion of the fund by 2.15% and vice versa (2022: 2.23%).

A 1.00% interest rate decrease applied to the bond proportion of the fund would result in an increase on this portion of the fund by 3.82% and vice versa (2022: 1.50%).

#### Currency exposures

A portion of the net assets of the fund are denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be affected by currency movements.

| Currency 2023     | Total   |
|-------------------|---------|
|                   | £000    |
| Australian Dollar | 1,647   |
| Brazilian Real    | 6,676   |
| Canadian Dollar   | 980     |
| Chilean Peso      | 1,413   |
| China Renminbi    | 6,365   |
| Colombian Peso    | 2,869   |
| Czech Koruna      | 3,532   |
| Danish Krone      | 3,092   |
| Euro              | 18,574  |
| Hong Kong Dollar  | 2,372   |
| Hungarian Forint  | 3,416   |
| Indian Rupee      | 654     |
| Indonesian Rupiah | 9,825   |
| Japanese Yen      | (4,199) |
| Malaysian Ringgit | 5,149   |
| Mexican Peso      | 6,605   |
| Norwegian Krone   | 1,619   |
| Peruvian New Sol  | 1,551   |
| Polish Zloty      | 3,477   |
| Romanian Leu      | 2,306   |
| Singapore Dollar  | 2,081   |

## CT Dynamic Real Return Fund

### Notes to the financial statements

(continued)

|                   |         |
|-------------------|---------|
| South Africa Rand | 5,344   |
| South Korean Won  | 3,019   |
| Swiss Franc       | 4,944   |
| Taiwan Dollar     | 3,519   |
| Thai Baht         | 6,361   |
| Turkish Lira      | 751     |
| US Dollar         | 125,878 |

| Currency 2022     | £000    |
|-------------------|---------|
| Australian Dollar | 50,220  |
| Brazilian Real    | 13,331  |
| Chilean Peso      | 2,574   |
| China Renminbi    | 15,581  |
| Colombian Peso    | 5,265   |
| Czech Koruna      | 5,468   |
| Danish Krone      | 9,986   |
| Euro              | 19,199  |
| Hong Kong Dollar  | 2,257   |
| Hungarian Forint  | 3,809   |
| Indonesian Rupiah | 15,108  |
| Japanese Yen      | 90,324  |
| Malaysian Ringgit | 11,717  |
| Mexican Peso      | 12,760  |
| Norwegian Krone   | 3,207   |
| Peruvian New Sol  | 2,688   |
| Polish Zloty      | 8,050   |
| Romanian Leu      | 1,463   |
| Russian Ruble     | 973     |
| South Africa Rand | 12,221  |
| South Korean Won  | 44,933  |
| Swiss Franc       | 7,285   |
| Taiwan Dollar     | 6,410   |
| Thai Baht         | 11,771  |
| Turkish Lira      | 1,145   |
| US Dollar         | 418,753 |

#### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

|               | Currency movement | Fund movement |
|---------------|-------------------|---------------|
| Currency 2022 | %                 | %             |
| US Dollar     | 11.78             | 2.18          |

#### Credit/Counterparty exposure

The following details exposure to counterparties obtained through the use of derivatives:

| 2023         | Futures and Options Exposure | Forward Foreign Exchange Contracts Exposure | Collateral Pledged |
|--------------|------------------------------|---|--------------------|
|              |                              |   |                    |
| Counterparty |                              |   |                    |
| Barclays     | –                            | 1,536                                       | –                  |
| HSBC         | –                            | –   | 20                 |
| Lloyds       | –                            | 4   | –                  |
| UBS          | 988                          | 4,929                                       | –                  |

| 2022         | Futures and Options Exposure | Forward Foreign Exchange Contracts Exposure | Collateral Pledged |
|--------------|------------------------------|---|--------------------|
|              |                              |   |                    |
| Counterparty |                              |   |                    |
| Barclays     | –                            | 125   | –                  |
| Citigroup    | –                            | –   | 130                |
| HSBC         | –                            | 1,373                                       | –                  |

The fund held £7,110,000 (2022: £1,490,000) of collateral received from the fund's counterparties. The collateral held was in the form of cash. Collateral received is not owned by the fund and therefore is not included in the fund's cash balance.

Positive exposure represents the fund's exposure to that counterparty and not the fund's holdings with that counterparty.

#### Interest rate risk

The fund's floating rate investments earn interest which is variable, based on SONIA (Sterling Overnight Index Average) or its overseas equivalent.

Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

#### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets and financial liabilities at 25 May was:

|                   | Floating rate financial assets | Fixed rate financial assets | Financial assets not carrying interest | Total     |
|-------------------|--------------------------------|-----------------------------|--|-----------|
| Currency 2023     | £000                           | £000                        | £000                                   | £000      |
| Australian Dollar | 7                              | –                           | 1,640                                  | 1,647     |
| Brazilian Real    | –                              | 4,632                       | 2,175                                  | 6,807     |
| Canadian Dollar   | 8                              | –                           | 972                                    | 980       |
| Chilean Peso      | –                              | 1,732                       | –                                      | 1,732     |
| China Renminbi    | –                              | 4,519                       | 1,846                                  | 6,365     |
| Colombian Peso    | –                              | 8,120                       | 545                                    | 8,665     |
| Czech Koruna      | 6                              | 2,959                       | 567                                    | 3,532     |
| Danish Krone      | 11                             | –                           | 3,081                                  | 3,092     |
| Euro              | 1,155                          | 102,819                     | 21,532                                 | 125,506   |
| Hong Kong Dollar  | 476                            | –                           | 1,896                                  | 2,372     |
| Hungarian Forint  | –                              | 1,292                       | 2,124                                  | 3,416     |
| Indian Rupee      | –                              | 643                         | 11                                     | 654       |
| Indonesian Rupiah | –                              | 8,043                       | 2,898                                  | 10,941    |
| Japanese Yen      | 7,058                          | –                           | 21,347                                 | 28,405    |
| Malaysian Ringgit | 38                             | 3,698                       | 2,728                                  | 6,464     |
| Mexican Peso      | 7                              | 8,121                       | 341                                    | 8,469     |
| Norwegian Krone   | –                              | –                           | 1,619                                  | 1,619     |
| Peruvian New Sol  | –                              | 1,755                       | 33                                     | 1,788     |
| Polish Zloty      | 6                              | 3,303                       | 262                                    | 3,571     |
| Romanian Leu      | 2                              | 1,048                       | 1,256                                  | 2,306     |
| Singapore Dollar  | 85                             | –                           | 2,432                                  | 2,517     |
| South Africa Rand | 6                              | 8,624                       | 301                                    | 8,931     |
| South Korean Won  | 10                             | –                           | 3,009                                  | 3,019     |
| Swiss Franc       | 59                             | –                           | 4,885                                  | 4,944     |
| Taiwan Dollar     | 22                             | –                           | 3,497                                  | 3,519     |
| Thai Baht         | –                              | 1,539                       | 4,822                                  | 6,361     |
| Turkish Lira      | 6                              | 767                         | 19                                     | 792       |
| UK Sterling       | 2,827                          | 282,111                     | 885,891                                | 1,170,829 |
| US Dollar         | 47,308                         | 65,490                      | 172,588                                | 285,386   |

| Currency 2022     | £000   | £000    | £000      | £000      |
|-------------------|--------|---------|-----------|-----------|
| Australian Dollar | –      | –       | 50,220    | 50,220    |
| Brazilian Real    | 827    | 8,177   | 4,327     | 13,331    |
| Chilean Peso      | –      | 2,126   | 448       | 2,574     |
| China Renminbi    | 3,730  | 13,996  | 3,484     | 21,210    |
| Colombian Peso    | –      | 4,962   | 401       | 5,363     |
| Czech Koruna      | –      | 4,848   | 3,006     | 7,854     |
| Danish Krone      | 7      | –       | 9,979     | 9,986     |
| Euro              | 4,573  | 167,557 | 25,431    | 197,561   |
| Hong Kong Dollar  | 467    | –       | 1,790     | 2,257     |
| Hungarian Forint  | –      | 2,414   | 2,546     | 4,960     |
| Indonesian Rupiah | –      | 15,575  | 4,044     | 19,619    |
| Japanese Yen      | 1,815  | –       | 88,509    | 90,324    |
| Malaysian Ringgit | –      | 14,520  | 138       | 14,658    |
| Mexican Peso      | 218    | 15,731  | 837       | 16,786    |
| Norwegian Krone   | –      | –       | 3,207     | 3,207     |
| Peruvian New Sol  | –      | 3,966   | 88        | 4,054     |
| Polish Zloty      | –      | 6,092   | 1,958     | 8,050     |
| Romanian Leu      | –      | 1,393   | 1,517     | 2,910     |
| Russian Ruble     | 350    | 623     | –         | 973       |
| South Africa Rand | 475    | 17,013  | 349       | 17,837    |
| South Korean Won  | 36,548 | –       | 8,450     | 44,998    |
| Swiss Franc       | 20     | –       | 7,265     | 7,285     |
| Taiwan Dollar     | 23     | –       | 6,387     | 6,410     |
| Thai Baht         | –      | 4,862   | 7,040     | 11,902    |
| Turkish Lira      | 253    | 569     | 323       | 1,145     |
| UK Sterling       | 67,016 | 598,138 | 1,006,729 | 1,671,883 |
| US Dollar         | 49,096 | 1,708   | 409,430   | 460,234   |

## CT Dynamic Real Return Fund

### Notes to the financial statements

(continued)

|                   | Floating rate<br>financial<br>liabilities | Fixed rate<br>financial<br>liabilities | Financial<br>liabilities<br>not carrying<br>interest | Total     |
|-------------------|---|--|--|-----------|
| Currency 2023     | £000                                      | £000                                   | £000   | £000      |
| Brazilian Real    | –   | –                                      | (131)  | (131)     |
| Chilean Peso      | –   | –                                      | (319)  | (319)     |
| Colombian Peso    | –   | –                                      | (5,796)  | (5,796)   |
| Euro              | –   | –                                      | (106,932)  | (106,932) |
| Indonesian Rupiah | –   | –                                      | (1,116)  | (1,116)   |
| Japanese Yen      | –   | –                                      | (32,604)   | (32,604)  |
| Malaysian Ringgit | –   | –                                      | (1,315)  | (1,315)   |
| Mexican Peso      | –   | –                                      | (1,864)  | (1,864)   |
| Peruvian New Sol  | –   | –                                      | (237)  | (237)     |
| Polish Zloty      | –   | –                                      | (94)   | (94)      |
| Singapore Dollar  | –   | –                                      | (436)  | (436)     |
| South Africa Rand | –   | –                                      | (3,587)  | (3,587)   |
| Turkish Lira      | –   | –                                      | (41)   | (41)      |
| UK Sterling       | (44,333)                                  | –                                      | (16,062)   | (60,395)  |
| US Dollar         | –   | –                                      | (159,508)  | (159,508) |
| Currency 2022     | £000                                      | £000                                   | £000   | £000      |
| China Renminbi    | –   | –                                      | (5,629)  | (5,629)   |
| Colombian Peso    | –   | –                                      | (98)   | (98)      |
| Czech Koruna      | –   | –                                      | (2,386)  | (2,386)   |
| Euro              | –   | –                                      | (178,362)  | (178,362) |
| Hungarian Forint  | –   | –                                      | (1,151)  | (1,151)   |
| Indonesian Rupiah | –   | –                                      | (4,511)  | (4,511)   |
| Malaysian Ringgit | –   | –                                      | (2,941)  | (2,941)   |
| Mexican Peso      | –   | –                                      | (4,026)  | (4,026)   |
| Peruvian New Sol  | –   | –                                      | (1,366)  | (1,366)   |
| Romanian Leu      | –   | –                                      | (1,447)  | (1,447)   |
| South Africa Rand | –   | –                                      | (5,616)  | (5,616)   |
| South Korean Won  | –   | –                                      | (65)   | (65)      |
| Thai Baht         | –   | –                                      | (131)  | (131)     |
| UK Sterling       | (41,063)                                  | –                                      | (147,842)  | (188,905) |
| US Dollar         | –   | –                                      | (41,481)   | (41,481)  |

#### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

#### Derivative risks

Derivatives including forward foreign exchange contracts and futures and options are employed when they are the cheapest and most efficient method of gaining exposure. This increases the risk profile of the fund and may result in a higher degree of volatility. All open positions are regularly reviewed by the fund manager. The fund has entered into various forward foreign exchange contracts and futures and options during this accounting period. Such contracts commit the fund to future deliveries or receipts, typically three months forward, of assets and liabilities, at prices decided at the point of striking the contract. They therefore allow the fund manager to limit risk, or to enhance fund performance in return for the acceptance of greater risk.

At 25 May 2023, the fund had outstanding forward foreign exchange contracts and futures and options with an asset value of £8,806,000 (2022: £8,803,000) and a liability value of £1,449,000 (2022: £14,025,000).

### 14 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

| Valuation technique | 2023           |                     | 2022           |                     |
|---------------------|----------------|---------------------|----------------|---------------------|
|                     | Assets<br>£000 | Liabilities<br>£000 | Assets<br>£000 | Liabilities<br>£000 |
| Level 1*            | 454,945        | (445)               | 778,518        | (13,175)            |
| Level 2             | 873,545        | (1,004)             | 1,384,600      | (850)               |
|                     | 1,328,490      | (1,449)             | 2,163,118      | (14,025)            |

Included within Level 1, are debt securities of £296,121,000 (2022: £349,125,000). The valuation of some highly liquid exchange-traded debt securities (G7 sovereign debt, supranational debt or certain corporate bonds) is sufficiently close to a binding quoted price to categorise at this level.

\*The total value of investments in the portfolio statement includes the Cash Equivalents amount shown under current assets.

### 15 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

### 16 PORTFOLIO TRANSACTION COSTS

#### 25 May 2023

| Purchases                     | Value          | Commissions | Taxes |           |
|-------------------------------|----------------|-------------|-------|-----------|
|                               | £000           | £000        | %     | £000      |
| Bonds                         | 503,632        | –           | –     | –         |
| Equities                      | 58,683         | 22          | 0.04  | 55        |
| Collective investment schemes | 415,243        | 4           | –     | –         |
| <b>Total</b>                  | <b>977,558</b> | <b>26</b>   |       | <b>55</b> |

#### Gross purchases total:

| Sales                         | Value            | Commissions | Taxes |           |
|-------------------------------|------------------|-------------|-------|-----------|
|                               | £000             | £000        | %     | £000      |
| Bonds                         | 645,540          | –           | –     | –         |
| Equities                      | 133,664          | 29          | 0.02  | 28        |
| Collective investment schemes | 977,444          | –           | –     | –         |
| Corporate actions             | 3,968            | –           | –     | –         |
| <b>Total</b>                  | <b>1,760,616</b> | <b>29</b>   |       | <b>28</b> |

#### Total sales net of transaction costs:

1,760,559

#### Transaction costs as a percentage of average Net Assets

Commissions: 0.00%  
Taxes: 0.00%

| Commissions                |    |
|----------------------------|----|
| £000                       |    |
| <b>Futures and Options</b> | 83 |

#### 25 May 2022

| Purchases                     | Value          | Commissions | Taxes |           |
|-------------------------------|----------------|-------------|-------|-----------|
|                               | £000           | £000        | %     | £000      |
| Bonds                         | 379,007        | –           | –     | –         |
| Equities                      | 97,315         | 25          | 0.03  | 38        |
| Collective investment schemes | 277,743        | 30          | 0.01  | –         |
| Corporate actions             | 378            | –           | –     | –         |
| <b>Total</b>                  | <b>754,443</b> | <b>55</b>   |       | <b>38</b> |

#### Gross purchases total:

754,536

| Sales                         | Value          | Commissions | Taxes |          |
|-------------------------------|----------------|-------------|-------|----------|
|                               | £000           | £000        | %     | £000     |
| Bonds                         | 255,063        | –           | –     | –        |
| Equities                      | 77,630         | 23          | 0.03  | 9        |
| Collective investment schemes | 430,380        | 32          | 0.01  | –        |
| Corporate actions             | 2,772          | –           | –     | –        |
| <b>Total</b>                  | <b>765,845</b> | <b>55</b>   |       | <b>9</b> |

#### Total sales net of transaction costs:

765,781

## CT Dynamic Real Return Fund

### Notes to the financial statements

(continued)

#### Transaction costs as a percentage of average Net Assets

|              |       |
|--------------|-------|
| Commissions: | 0.00% |
| Taxes:       | 0.00% |

#### Commissions £000

|                            |            |
|----------------------------|------------|
| <b>Futures and Options</b> | <b>182</b> |
|----------------------------|------------|

Portfolio transaction costs are incurred by the fund when buying and selling underlying investments. These vary depending on the class of investment, country of exchange and method of execution.

These costs can be classified as either direct or indirect transaction costs:

**Direct transaction costs:** Broker commissions, fees and taxes.

**Indirect transaction costs:** 'Dealing spread' – the difference between the buying and selling prices of the fund's underlying investments.

In order to protect existing investors from the effects of dilution, portfolio transaction costs incurred as a result of investors buying and selling shares in the fund are recovered from those investors through a 'dilution adjustment' to the price they pay or receive.

At the balance sheet date, the portfolio dealing spread was 0.30% (25 May 2022: 0.14%), being the difference between the respective buying and selling prices for the fund's investments.

### 17 POST BALANCE SHEET EVENT

The table below shows net redemptions between the period-ended 25 May 2023 and 17 August 2023 as a percentage of the closing NAV for share classes with significant movements. The net redemptions of shares were reviewed again on 24 August with no material movements noted since 17 August. This change is reflective of conditions that arose after the period-end and hence is considered a non-adjusting event.

| Class Name              | % Movement |
|-------------------------|------------|
| Class 2 - Income shares | (19,91)    |



## CT Global Multi Asset Income Fund

### Investment Report

#### Investment Objective and Policy

The investment objective of the Fund is to achieve income with the prospect of capital appreciation over the medium to long term.

The Fund's investment policy is to actively manage a global portfolio with exposure primarily to fixed income, equities and property and, in addition, to cash, money market instruments, currencies, commodities and other alternative asset classes. The ACD will vary the exposure between these asset classes as deemed necessary in order to achieve the investment objective, and this may result in the Fund having no exposure to particular asset classes.

The Fund will invest in regulated and unregulated collective investment schemes and may also invest in transferable securities, derivatives, forward transactions, cash, deposits and money market instruments. Investments in collective investment schemes may include those managed, operated or advised by the ACD, or a company in the same group as the ACD.

The Fund's exposure to property and commodities will be gained indirectly through, but not limited to, investment in collective investment schemes, securities notes, financial derivative instruments and/or property related securities including Real Estate Investment Trusts (REITs). The Fund will not invest in physical commodities or directly in real property.

The Fund may use derivatives for the purposes of Efficient Portfolio Management and for investment purposes.

#### Performance of Net Income Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT Global Multi-Asset Income Fund has fallen from 125.44p to 118.96p.

For comparison, using noon prices, the performance of the Class 2 share class was -2.75% compared to a return of -2.73% for the Morningstar UK Unit Trusts/OEICs – IA Mixed Investment 20-60% Shares Peer Group (on a bid to bid basis, with income reinvested for a UK basic rate taxpayer).

For information purposes, using global close prices, the Composite Index (MSCI World 40%, Bloomberg Global Aggregate (Hedged to GBP) 40%, MSCI UK Monthly Property 20%) has a total return of -2.51%.

#### Market Overview and Portfolio Activity

The 12 months under review constituted a volatile period for financial markets. With inflation far above target in many developed economies, investors struggled to gauge how far central banks would have to raise interest rates to contain it, and whether policymakers could do so without tipping their respective economies into recession. Most fixed-income assets lost value, while equity markets typically finished higher, albeit after a rollercoaster ride. The main developed equity regions outperformed emerging markets (EMs), which were little changed in aggregate.

Lingering supply issues from the pandemic and more recent ones related to Russia's invasion of Ukraine pushed inflation to multi-decade highs in the US, eurozone and UK. US inflation breached the 9% mark in June (reported in July) before easing over the remainder of the period. Inflation in the UK was the most stubborn. Having peaked above 11% in October, it did not return to single figures until April – and even then, core inflation (which excludes

energy and food prices) hit its highest level since 1992.

Core government bonds such as US Treasuries, German Bunds and UK gilts weakened over the year as aggressive interest-rate rises by the Federal Reserve (Fed), European Central Bank (ECB) and Bank of England (BoE) rendered fixed-interest payments less attractive. In addition, UK gilts were extremely volatile during late September and October in response to the unfunded tax-cutting plans of the then chancellor, Kwasi Kwarteng, and their reversal by his successor.

The Fed, ECB and BoE slowed the pace of rate rises after November, as the inflationary tide appeared to be turning. Nevertheless, all three continued to increase borrowing costs at every subsequent opportunity – including hikes each after the collapse of Silicon Valley Bank and other lenders in March. As the period ended, markets were pricing in further rate hikes by all three central banks, with the BoE seen as having the most still to do.

Meanwhile, equities – and, to a lesser extent, corporate bond spreads (the yield difference between corporate and risk-free government bond yields) – were buffeted throughout the year as fears of recession waxed and waned. In the first half of the period, economic forecasts generally deteriorated amid worries about the impact of soaring inflation, rising interest rates, ongoing Covid lockdowns in China and the potential for European energy shortages linked to the war in Ukraine. At the same time, however, risk assets were supported by surprisingly resilient company results.

Towards the end of 2022, confidence about the global economy was bolstered by signs of easing inflation and anticipation that China might be preparing to move away from its zero-Covid strategy (as duly suspended). The economic optimism continued into the new year, notably with regard to Europe. In January, for example, the flash composite purchasing managers' index (PMI) for the eurozone unexpectedly returned to growth territory. Together with plunging natural gas prices, this sparked hopes that the region might avoid recession after all.

In February, it emerged that the UK economy had flattened in Quarter 4 rather than shrinking as expected, raising the possibility that it too might escape recession this year. Nevertheless, the twin spectres of inflation and interest-rates were never far away. The same month saw global equities and bonds weaken as strong labour-market and inflation data in the US and eurozone pushed interest-rate expectations higher again. March was dominated by the banking crisis already mentioned, which triggered a brief spell of intense volatility before concerted action by various financial authorities allayed contagion fears.

Markets were largely calmer over the remainder of the period. One minor exception was a volatility spike in early May, amid news of further trouble among regional US lenders. Another, which was accompanied by a jump in US Treasury yields, came in the final days of the period, as negotiations about the US debt ceiling went to the wire.

Overall, the MSCI All Country World Index (ACWI) of equities rose 6.2% in local-currency terms and 6.8% in sterling. Japan was strongest in local terms. A weakening in the yen – as relatively low inflation allowed the Bank of Japan to maintain its ultra-loose monetary policy – helped the export-heavy market in yen terms, though it roughly halved the return in sterling. Europe ex UK was comfortably ahead of the ACWI as recession fears eased, while the US was roughly in line. The UK trailed the global index, while

emerging markets and developed Asia ex Japan brought up the rear.

In fixed income, core bond yields rose across the board. Gilts underperformed their US and German counterparts, partly reflecting the relative persistence of inflation in the UK versus Europe and especially the US. Global investment-grade (IG) credit spreads were surprisingly little changed given the volatility, tightening by around 3% in risk adjusted terms, while spreads in the euro high-yield (HY) market narrowed by about 9% on the same basis.

As regards allocation activity, we took steps early in the period to reduce risk in the portfolio given the deteriorating growth outlook. To this end we lowered equity exposure in Europe, the UK, Japan, and Asia ex Japan. Initially we added to US equities, given that it is a relatively defensive market, home to many structural growth opportunities and comparatively well insulated from events in Ukraine. More recently we trimmed the position again – mainly on valuation grounds – in favour of Europe, where we saw greater scope for an improvement in consumer and business confidence. Overall, though, the US equity allocation was little changed and still accounted for over a quarter of net asset value (NAV) on 25 May 2023. The European and global equity allocations rose over the year while the others fell or were cut entirely (Japan). Meanwhile, we lowered the property allocation in the wake of Chancellor Kwarteng's disastrous mini-budget. However, capital values have continued to fall in 2023 despite the more fiscally conservative stance taken by his successor, and expectations that UK inflation will fall swiftly later this year. We have therefore availed of cheaper valuations to build the position back up, including several new real-estate investment trust (REIT) holdings. The allocation finished the period at 14.2% of NAV, versus 16.5% at the start.

Within fixed income, we reduced exposure to EM debt and euro HY credit, but our most significant move was taking advantage of rising US Treasury and UK gilt yields to add duration (interest-rate sensitivity) in the fund. On the UK side of the developed government bond allocation, we took a much larger position in the CT Sterling Bond Fund and swapped a direct gilt holding into a longer-dated equivalent. We also initiated direct holdings in medium- and long-dated US Treasuries. Overall, the developed government bond allocation rose from 3.3% of NAV to 15.1%.

Additionally, we increased the size and duration of our sterling IG exposure by raising the weighting of the allocation from 8.8% to 15.6%, by giving greater prominence to the underlying all-maturities fund than to the short-dated fund, and by starting a new position in the CT Sterling Medium- and Long-Dated Corporate Bond Fund.

We have become more constructive on duration over the year as core yields have risen very sharply. Markets already appear to have priced in at least as much monetary tightening as there is likely to be in this cycle, inflation seems to have peaked, and we also note the improved hedge that the current elevated yields offer should the economic slowdown prove worse than expected. Despite the challenging backdrop, however, we feel there is also still value to be had in select risk assets, especially the shares and bonds of those companies with relatively defensive cashflows.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

|  | Notes | 2023<br>£000 | 2022<br>£000 |
|--|-------|--------------|--------------|
| Income   |       |              |              |
| Net capital (losses)/gains   | 2     | (2,687)      | 103          |
| Revenue  | 3     | 2,250        | 1,591        |
| Expenses   | 4     | (491)        | (365)        |
| Interest payable and similar charges   | 5     | (1)          | –            |
| Net revenue before taxation  |       | 1,758        | 1,226        |
| Taxation   | 6     | (180)        | (134)        |
| Net revenue after taxation   |       | 1,578        | 1,092        |
| Total return before distributions  |       | (1,109)      | 1,195        |
| Distributions  | 7     | (1,988)      | (1,393)      |
| Change in net assets attributable to shareholders from investment activities |       | (3,097)      | (198)        |

### BALANCE SHEET

as at 25 May 2023

|  | Notes | 2023<br>£000  | 2022<br>£000  |
|--|-------|---------------|---------------|
| <b>Assets:</b>                                 |       |               |               |
| <b>Fixed assets:</b>                           |       |               |               |
| Investments                                    |       | 73,061        | 46,595        |
| <b>Current assets:</b>                         |       |               |               |
| Debtors  | 8     | 625           | 734           |
| Cash and bank balances                         | 9     | 1,465         | 2,487         |
| Total assets                                   |       | 75,151        | 49,816        |
| <b>Liabilities:</b>                            |       |               |               |
| <b>Investment liabilities</b>                  |       | (6)           | (88)          |
| <b>Creditors:</b>                              |       |               |               |
| Bank overdrafts                                | 9     | –             | (109)         |
| Distribution payable                           |       | (367)         | (234)         |
| Other creditors                                | 10    | (704)         | (98)          |
| Total liabilities                              |       | (1,077)       | (529)         |
| <b>Net assets attributable to shareholders</b> |       | <b>74,074</b> | <b>49,287</b> |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Opening net assets attributable to shareholders  | 49,287       | 52,141       |
| Amounts receivable on the issue of shares  | 33,587       | 9,191        |
| Amounts payable on the cancellation of shares  | (6,779)      | (12,695)     |
|  | 26,808       | (3,504)      |
| Dilution adjustment  | 4            | –            |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | (3,097)      | (198)        |
| Retained distribution on accumulation shares   | 1,072        | 848          |
| Closing net assets attributable to shareholders  | 74,074       | 49,287       |

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

Dividend distribution in pence per share

#### Class 2 – Income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/08/22                     | 0.6429  | –            | 0.6429                              | 0.5942                      |
| 26/08/22 to 25/11/22                     | 0.9172  | –            | 0.9172                              | 0.9848                      |
| 26/11/22 to 25/02/23                     | 0.8657  | –            | 0.8657                              | 0.6334                      |
| 26/02/23 to 25/05/23                     | 1.2414  | –            | 1.2414                              | 1.4462                      |
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/08/22                     | 0.4245  | 0.2184       | 0.6429                              | 0.5942                      |
| 26/08/22 to 25/11/22                     | 0.4943  | 0.4229       | 0.9172                              | 0.9848                      |
| 26/11/22 to 25/02/23                     | 0.5566  | 0.3091       | 0.8657                              | 0.6334                      |
| 26/02/23 to 25/05/23                     | 0.2883  | 0.9531       | 1.2414                              | 1.4462                      |
| <b>Total distributions in the period</b> |         |              | <b>3.6672</b>                       | <b>3.6586</b>               |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

## CT Global Multi Asset Income Fund

### DISTRIBUTION TABLE

(continued)

#### Class E – Income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/08/22                     | 0.6148  | –            | 0.6148                              | 0.5675                      |
| 26/08/22 to 25/11/22                     | 0.8735  | –            | 0.8735                              | 0.9404                      |
| 26/11/22 to 25/02/23                     | 0.7192  | –            | 0.7192                              | 0.6077                      |
| 26/02/23 to 25/05/23                     | 1.1883  | –            | 1.1883                              | 1.3831                      |
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/08/22                     | 0.3283  | 0.2865       | 0.6148                              | 0.5675                      |
| 26/08/22 to 25/11/22                     | 0.4728  | 0.4007       | 0.8735                              | 0.9404                      |
| 26/11/22 to 25/02/23                     | 0.4569  | 0.2623       | 0.7192                              | 0.6077                      |
| 26/02/23 to 25/05/23                     | 0.7041  | 0.4842       | 1.1883                              | 1.3831                      |
| <b>Total distributions in the period</b> |         |              | <b>3.3958</b>                       | <b>3.4987</b>               |

#### Class 2 – Accumulation shares

| Distribution Period                      | Revenue | Equalisation | Revenue Accumulated 2022/2023 | Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------|-------------------------------|
| <b>Group 1</b>                           |         |              |                               |                               |
| 26/05/22 to 25/08/22                     | 0.8149  | –            | 0.8149                        | 0.7330                        |
| 26/08/22 to 25/11/22                     | 1.1706  | –            | 1.1706                        | 1.2214                        |
| 26/11/22 to 25/02/23                     | 0.9776  | –            | 0.9776                        | 0.7913                        |
| 26/02/23 to 25/05/23                     | 1.6132  | –            | 1.6132                        | 1.8161                        |
| <b>Group 2</b>                           |         |              |                               |                               |
| 26/05/22 to 25/08/22                     | 0.5623  | 0.2526       | 0.8149                        | 0.7330                        |
| 26/08/22 to 25/11/22                     | 0.5162  | 0.6544       | 1.1706                        | 1.2214                        |
| 26/11/22 to 25/02/23                     | 0.5706  | 0.4070       | 0.9776                        | 0.7913                        |
| 26/02/23 to 25/05/23                     | 0.7779  | 0.8353       | 1.6132                        | 1.8161                        |
| <b>Total distributions in the period</b> |         |              | <b>4.5763</b>                 | <b>4.5618</b>                 |

#### Class Z – Income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/08/22                     | 0.6208  | –            | 0.6208                              | 0.5738                      |
| 26/08/22 to 25/11/22                     | 0.8991  | –            | 0.8991                              | 0.9653                      |
| 26/11/22 to 25/02/23                     | 0.7424  | –            | 0.7424                              | 0.6131                      |
| 26/02/23 to 25/05/23                     | 1.2300  | –            | 1.2300                              | 1.4268                      |
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/08/22                     | 0.4772  | 0.1436       | 0.6208                              | 0.5738                      |
| 26/08/22 to 25/11/22                     | 0.4991  | 0.4000       | 0.8991                              | 0.9653                      |
| 26/11/22 to 25/02/23                     | 0.4951  | 0.2473       | 0.7424                              | 0.6131                      |
| 26/02/23 to 25/05/23                     | 0.5652  | 0.6648       | 1.2300                              | 1.4268                      |
| <b>Total distributions in the period</b> |         |              | <b>3.4923</b>                       | <b>3.5790</b>               |

#### Class Z – Accumulation shares

| Distribution Period                      | Revenue | Equalisation | Revenue Accumulated 2022/2023 | Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------|-------------------------------|
| <b>Group 1</b>                           |         |              |                               |                               |
| 26/05/22 to 25/08/22                     | 0.7885  | –            | 0.7885                        | 0.7067                        |
| 26/08/22 to 25/11/22                     | 1.1429  | –            | 1.1429                        | 1.1930                        |
| 26/11/22 to 25/02/23                     | 0.9501  | –            | 0.9501                        | 0.7638                        |
| 26/02/23 to 25/05/23                     | 1.5845  | –            | 1.5845                        | 1.7861                        |
| <b>Group 2</b>                           |         |              |                               |                               |
| 26/05/22 to 25/08/22                     | 0.4768  | 0.3117       | 0.7885                        | 0.7067                        |
| 26/08/22 to 25/11/22                     | 0.5748  | 0.5681       | 1.1429                        | 1.1930                        |
| 26/11/22 to 25/02/23                     | 0.6417  | 0.3084       | 0.9501                        | 0.7638                        |
| 26/02/23 to 25/05/23                     | 0.7621  | 0.8224       | 1.5845                        | 1.7861                        |
| <b>Total distributions in the period</b> |         |              | <b>4.4660</b>                 | <b>4.4496</b>                 |

Group 2: shares purchased during a distribution period.

## CT Global Multi Asset Income Fund

### Comparative Table Disclosure

|   | Class 2 – Income shares       |            |            | Class E – Income shares |            |            |
|---|-------------------------------|------------|------------|-------------------------|------------|------------|
|   | 25/05/2023                    | 25/05/2022 | 25/05/2021 | 25/05/2023              | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |                               |            |            |                         |            |            |
| Opening net asset value per share (p)             | 123.03                        | 123.89     | 112.28     | 117.34                  | 117.86     | 106.52     |
| Return before operating charges (p)               | (0.62)                        | 3.90       | 16.12      | (0.65)                  | 3.60       | 15.23      |
| Operating charges (p)                             | (0.98)                        | (1.10)     | (0.99)     | (0.58)                  | (0.62)     | (0.54)     |
| Return after operating charges (p)*               | (1.60)                        | 2.80       | 15.13      | (1.23)                  | 2.98       | 14.69      |
| Distributions (p)                                 | (3.67)                        | (3.66)     | (3.52)     | (3.40)                  | (3.50)     | (3.35)     |
| Retained distributions on accumulation shares (p) | –                             | –          | –          | –                       | –          | –          |
| Closing net asset value per share (p)             | 117.76                        | 123.03     | 123.89     | 112.71                  | 117.34     | 117.86     |
| *after direct transaction costs of (p)            | 0.05                          | –          | –          | 0.04                    | –          | –          |
| <b>Performance</b>                                |                               |            |            |                         |            |            |
| Return after charges (%)                          | (1.30)                        | 2.26       | 13.48      | (1.05)                  | 2.53       | 13.79      |
| <b>Other information</b>                          |                               |            |            |                         |            |            |
| Closing net asset value (£000)                    | 120                           | 1,003      | 1,214      | 13,082                  | 7,553      | 8,122      |
| Closing number of shares                          | 101,834                       | 814,964    | 979,848    | 11,607,300              | 6,436,903  | 6,890,834  |
| Operating charges (%)**                           | 0.80                          | 0.83       | 0.82       | 0.50                    | 0.49       | 0.48       |
| Direct transaction costs (%)***                   | 0.04                          | –          | –          | 0.04                    | –          | –          |
| <b>Prices</b>                                     |                               |            |            |                         |            |            |
| Highest share price (p)                           | 127.98                        | 131.05     | 126.87     | 122.14                  | 124.83     | 120.69     |
| Lowest share price (p)                            | 116.48                        | 123.17     | 112.90     | 111.21                  | 117.42     | 107.11     |
|   | Class 2 – Accumulation shares |            |            | Class Z – Income shares |            |            |
|   | 25/05/2023                    | 25/05/2022 | 25/05/2021 | 25/05/2023              | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |                               |            |            |                         |            |            |
| Opening net asset value per share (p)             | 156.30                        | 152.90     | 134.65     | 123.05                  | 123.91     | 112.28     |
| Return before operating charges (p)               | (0.89)                        | 4.76       | 19.45      | (0.63)                  | 3.90       | 16.15      |
| Operating charges (p)                             | (1.25)                        | (1.36)     | (1.20)     | (1.06)                  | (1.18)     | (1.08)     |
| Return after operating charges (p)*               | (2.14)                        | 3.40       | 18.25      | (1.69)                  | 2.72       | 15.07      |
| Distributions (p)                                 | (4.58)                        | (4.56)     | (4.26)     | (3.49)                  | (3.58)     | (3.44)     |
| Retained distributions on accumulation shares (p) | 4.58                          | 4.56       | 4.26       | –                       | –          | –          |
| Closing net asset value per share (p)             | 154.16                        | 156.30     | 152.90     | 117.87                  | 123.05     | 123.91     |
| *after direct transaction costs of (p)            | 0.06                          | –          | –          | 0.05                    | –          | –          |
| <b>Performance</b>                                |                               |            |            |                         |            |            |
| Return after charges (%)                          | (1.38)                        | 2.22       | 13.55      | (1.37)                  | 2.20       | 13.42      |
| <b>Other information</b>                          |                               |            |            |                         |            |            |
| Closing net asset value (£000)                    | 13,373                        | 8,019      | 9,188      | 21,798                  | 11,460     | 8,593      |
| Closing number of shares                          | 8,675,108                     | 5,130,440  | 6,008,888  | 18,492,573              | 9,313,701  | 6,935,079  |
| Operating charges (%)**                           | 0.80                          | 0.83       | 0.82       | 0.87                    | 0.90       | 0.89       |
| Direct transaction costs (%)***                   | 0.04                          | –          | –          | 0.04                    | –          | –          |
| <b>Prices</b>                                     |                               |            |            |                         |            |            |
| Highest share price (p)                           | 162.57                        | 163.20     | 154.86     | 127.98                  | 131.04     | 126.87     |
| Lowest share price (p)                            | 148.72                        | 153.65     | 135.40     | 116.49                  | 123.18     | 112.90     |

## CT Global Multi Asset Income Fund

### Comparative Table Disclosure

(continued)

|   | Class Z – Accumulation shares |            |            |
|---|-------------------------------|------------|------------|
|   | 25/05/2023                    | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |                               |            |            |
| Opening net asset value per share (p)             | 155.65                        | 152.37     | 134.26     |
| Return before operating charges (p)               | (0.86)                        | 4.75       | 19.41      |
| Operating charges (p)                             | (1.36)                        | (1.47)     | (1.30)     |
| Return after operating charges (p)*               | (2.22)                        | 3.28       | 18.11      |
| Distributions (p)                                 | (4.47)                        | (4.45)     | (4.16)     |
| Retained distributions on accumulation shares (p) | 4.47                          | 4.45       | 4.16       |
| Closing net asset value per share (p)             | 153.43                        | 155.65     | 152.37     |
| *after direct transaction costs of (p)            | 0.06                          | –          | –          |
| <b>Performance</b>                                |                               |            |            |
| Return after charges (%)                          | (1.43)                        | 2.15       | 13.49      |
| <b>Other information</b>                          |                               |            |            |
| Closing net asset value (£000)                    | 25,701                        | 21,252     | 25,024     |
| Closing number of shares                          | 16,750,785                    | 13,653,804 | 16,423,781 |
| Operating charges (%)**                           | 0.87                          | 0.90       | 0.89       |
| Direct transaction costs (%)***                   | 0.04                          | –          | –          |
| <b>Prices</b>                                     |                               |            |            |
| Highest share price (p)                           | 161.88                        | 162.58     | 154.32     |
| Lowest share price (p)                            | 148.07                        | 153.12     | 135.01     |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.

## CT Global Multi Asset Income Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL (LOSSES)/GAINS

Net capital (losses)/gains during the period comprise:

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Non-derivative securities*                                     | (4,045)      | 236          |
| Derivative contracts   | 186          | (1)          |
| Forward currency contracts                                     | 1,277        | (206)        |
| Management fee rebate on collective investment scheme holdings | 35           | 36           |
| Other (losses)/gains   | (140)        | 38           |
| Net capital (losses)/gains                                     | (2,687)      | 103          |
| The non-derivative securities balance above includes:          |              |              |
| Realised (losses)/gains*                                       | (646)        | 982          |
| Unrealised losses*   | (3,399)      | (746)        |
|  | (4,045)      | 236          |

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

#### 3 REVENUE

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| UK dividends   | 225          | 131          |
| Franked dividend distributions                                 | 634          | 438          |
| Interest distributions   | 453          | 275          |
| Interest on debt securities                                    | 259          | 55           |
| Property income distributions                                  | 150          | 132          |
| Non-taxable offshore fund distributions                        | 184          | 176          |
| Taxable offshore fund distributions                            | 294          | 382          |
| Bank interest  | 48           | 2            |
| Management fee rebate on collective investment scheme holdings | 3            | –            |
| Total revenue  | 2,250        | 1,591        |

#### 4 EXPENSES

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |              |              |
| Annual management charge   | (411)        | (302)        |
| Registration fees  | (57)         | (42)         |
|  | (468)        | (344)        |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |              |              |
| Depositary fees  | (8)          | (6)          |
| Safe custody fees  | (9)          | (9)          |
|  | (17)         | (15)         |
| Other expenses:  |              |              |
| Audit fees   | (13)         | (13)         |
| Expenses cap*  | 7            | 7            |
|  | (6)          | (6)          |
| Total expenses**   | (491)        | (365)        |

\*Excess expenses are paid by the ACD.

\*\*Including irrecoverable VAT where applicable.

#### 5 INTEREST PAYABLE AND SIMILAR CHARGES

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Interest payable                           | (1)          | –            |
| Total interest payable and similar charges | (1)          | –            |

#### 6 TAXATION

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| <b>a) Analysis of charge in period</b>  |              |              |
| Corporation tax   | (180)        | (125)        |
| Double taxation relief  | –            | 2            |
| Overseas taxes  | –            | (11)         |
| Total current tax (note 6b)   | (180)        | (134)        |
| Total tax charge for the period   | (180)        | (134)        |
| <b>b) Factors affecting taxation charge for period</b>  |              |              |
| Net revenue before taxation   | 1,758        | 1,226        |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (352)        | (245)        |
| Effects of:   |              |              |
| Revenue not subject to taxation   | 173          | 127          |
| Overseas taxes  | –            | (11)         |
| Double taxation relief  | –            | 2            |
| Capitalised revenue subject to taxation   | (7)          | (7)          |
| UK Indexation relief  | 6            | –            |
| Current tax charge for period (note 6a)   | (180)        | (134)        |

#### 7 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Interim   | 1,278        | 829          |
| Final   | 772          | 571          |
|   | 2,050        | 1,400        |
| Add: Revenue deducted on the cancellation of shares | 24           | 37           |
| Deduct: Revenue received on the creation of shares  | (86)         | (44)         |
| Net distribution for the period                     | 1,988        | 1,393        |
| Net revenue after taxation                          | 1,578        | 1,092        |
| Annual management charge to capital                 | 410          | 301          |
| Total distributions                                 | 1,988        | 1,393        |

Details of the distribution per share are set out in the table on pages 16 to 17.

#### 8 DEBTORS

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Amounts receivable for the issue of shares | 231          | 498          |
| Accrued revenue                            | 394          | 236          |
| Total debtors                              | 625          | 734          |

#### 9 CASH AND BANK BALANCES

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Amounts held at futures clearing houses and brokers | 548          | 110          |
| Cash and bank balances                              | 917          | 2,377        |
|   | 1,465        | 2,487        |
| Cash overdrafts at broker                           | –            | (109)        |
| Net cash and bank balances                          | 1,465        | 2,378        |

#### 10 OTHER CREDITORS

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Amounts payable for the cancellation of shares | (151)        | (8)          |
| Purchases awaiting settlement                  | (364)        | –            |
| Accrued expenses                               | (3)          | (3)          |
| Amounts payable to ACD                         | (35)         | (24)         |
| Corporation tax payable                        | (151)        | (63)         |
| Total other creditors                          | (704)        | (98)         |

## CT Global Multi Asset Income Fund

### Notes to the financial statements

(continued)

#### 11 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders.

Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 8 and 10.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 10.

A balance of £8,000 (2022: £6,000), in respect of annual management rebates is receivable at the end of the accounting period.

The fund invests in other sub-funds managed by Columbia Threadneedle, all transactions in respect of which are transacted with Threadneedle Investment Services Limited. Details of the investments are shown in the Portfolio Statement.

In addition this investment has produced a non-derivative security loss of £3,143,995 (2022: £945,311).

All transactions have been entered into in the ordinary course of business on normal commercial terms.

#### 12 SHAREHOLDER FUNDS

CT Global Multi Asset Income Fund currently has three share classes; Class 2, Class E and Class Z shares. The charges on each share class are as follows:

##### Annual management charge

|                |       |
|----------------|-------|
| Class 2 shares | 0.65% |
| Class E shares | 0.40% |
| Class Z shares | 0.65% |

##### Registration fees

|                |        |
|----------------|--------|
| Class 2 shares | 0.035% |
| Class E shares | 0.035% |
| Class Z shares | 0.110% |

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on pages 18 to 19. The distribution per share class is given in the distribution table on pages 16 to 17. All classes have the same rights on winding up.

##### Reconciliation of shares

|                                      | 2023              |
|--------------------------------------|-------------------|
| <b>Class 2 – Income shares</b>       |                   |
| Opening shares                       | 814,964           |
| Shares issued                        | 139,927           |
| Shares redeemed                      | (83,694)          |
| Net conversions                      | (769,363)         |
| Closing shares                       | <u>101,834</u>    |
| <b>Class E – Income shares</b>       |                   |
| Opening shares                       | 6,436,903         |
| Shares issued                        | 5,170,895         |
| Shares redeemed                      | (1,279,368)       |
| Net conversions                      | 1,278,870         |
| Closing shares                       | <u>11,607,300</u> |
| <b>Class 2 – Accumulation shares</b> |                   |
| Opening shares                       | 5,130,440         |
| Shares issued                        | 4,186,303         |
| Shares redeemed                      | (694,240)         |
| Net conversions                      | 52,605            |
| Closing shares                       | <u>8,675,108</u>  |
| <b>Class Z – Income shares</b>       |                   |
| Opening shares                       | 9,313,701         |
| Shares issued                        | 11,228,867        |
| Shares redeemed                      | (1,597,262)       |
| Net conversions                      | (452,733)         |
| Closing shares                       | <u>18,492,573</u> |
| <b>Class Z – Accumulation shares</b> |                   |
| Opening shares                       | 13,653,804        |
| Shares issued                        | 4,580,178         |
| Shares redeemed                      | (1,430,453)       |
| Net conversions                      | (52,744)          |
| Closing shares                       | <u>16,750,785</u> |

#### 13 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

##### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 5% increase applied to the equity proportion of the fund would result in an increase on this portion of the fund by 2.58% and vice versa (2022: 2.40%).

A 1.00% interest rate decrease applied to the bond proportion of the fund would result in an increase on this portion of the fund by 3.95% and vice versa (2022: 1.41%).

##### Currency exposures

A portion of the net assets of the fund are denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be affected by currency movements.

|                      | Total       |
|----------------------|-------------|
| <b>Currency 2023</b> | <b>£000</b> |
| US Dollar            | (1,897)     |
| <b>Currency 2022</b> | <b>£000</b> |
| US Dollar            | 4,245       |

##### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

##### Credit/Counterparty exposure

The following details exposure to counterparties obtained through the use of derivatives:

|                     | Futures and<br>Options<br>Exposure | Forward<br>Foreign<br>Exchange<br>Contracts<br>Exposure |
|---------------------|------------------------------------|---|
| <b>2023</b>         |                                    |   |
| <b>Counterparty</b> | <b>£000</b>                        | <b>£000</b>   |
| Citigroup           | –                                  | 61  |
| HSBC                | –                                  | 424   |
| UBS                 | 187                                | –   |

As at the prior balance sheet date there was no derivative exposure or collateral to disclose.

The fund held £510,000 (2022: £Nil) of collateral received from the fund's counterparties. The collateral held was in the form of cash. Collateral received is not owned by the fund and therefore is not included in the fund's cash balance.

Positive exposure represents the fund's exposure to that counterparty and not the fund's holdings with that counterparty.

##### Interest rate risk

The fund's floating rate investments earn interest which is variable, based on SONIA (Sterling Overnight Index Average) or its overseas equivalent.

Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

##### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets and financial liabilities at 25 May was:

|                      | Floating rate<br>financial<br>assets | Fixed rate<br>financial<br>assets | Financial<br>assets<br>not carrying<br>interest | Total       |
|----------------------|--------------------------------------|-----------------------------------|---|-------------|
| <b>Currency 2023</b> | <b>£000</b>                          | <b>£000</b>                       | <b>£000</b>                                     | <b>£000</b> |
| UK Sterling          | 1,302                                | 3,152                             | 76,358  | 80,812      |
| US Dollar            | 163                                  | 6,375                             | 7,881   | 14,419      |
| <b>Currency 2022</b> | <b>£000</b>                          | <b>£000</b>                       | <b>£000</b>                                     | <b>£000</b> |
| Japanese Yen         | –                                    | –                                 | 668   | 668         |
| UK Sterling          | 2,348                                | 1,378                             | 42,418  | 46,144      |
| US Dollar            | 139                                  | 722                               | 5,154   | 6,015       |

## CT Global Multi Asset Income Fund

### Notes to the financial statements

(continued)

|               | Floating rate<br>financial<br>liabilities | Fixed rate<br>financial<br>liabilities | Financial<br>liabilities<br>not carrying<br>interest | Total    |
|---------------|---|--|--|----------|
| Currency 2023 | £000                                      | £000                                   | £000   | £000     |
| UK Sterling   | –   | –                                      | (4,841)  | (4,841)  |
| US Dollar     | –   | –                                      | (16,316)   | (16,316) |
| Currency 2022 | £000                                      | £000                                   | £000   | £000     |
| Japanese Yen  | –   | –                                      | (668)  | (668)    |
| UK Sterling   | (109)                                     | –                                      | (993)  | (1,102)  |
| US Dollar     | –   | –                                      | (1,770)  | (1,770)  |

#### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

#### Derivative risks

Derivatives including forward foreign exchange contracts and futures and options are employed when they are the cheapest and most efficient method of gaining exposure. This increases the risk profile of the fund and may result in a higher degree of volatility. All open positions are regularly reviewed by the fund manager. The fund has entered into various forward foreign exchange contracts and futures and options during this accounting period. Such contracts commit the fund to future deliveries or receipts, typically three months forward, of assets and liabilities, at prices decided at the point of striking the contract. They therefore allow the fund manager to limit risk, or to enhance fund performance in return for the acceptance of greater risk.

At 25 May 2023, the fund had outstanding forward foreign exchange contracts and futures and options with an asset value of £678,000 (2022: £35,000) and a liability value of £6,000 (2022: £88,000).

### 14 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

| Valuation technique | 2023           |                     | 2022           |                     |
|---------------------|----------------|---------------------|----------------|---------------------|
|                     | Assets<br>£000 | Liabilities<br>£000 | Assets<br>£000 | Liabilities<br>£000 |
| Level 1             | 14,640         | –                   | 4,392          | –                   |
| Level 2             | 58,421         | (6)                 | 42,203         | (88)                |
|                     | 73,061         | (6)                 | 46,595         | (88)                |

Included within Level 1, are debt securities of £8,871,000 (2022 £4,392,000). The valuation of some highly liquid exchange-traded debt securities (G7 sovereign debt, supranational debt or certain corporate bonds) is sufficiently close to a binding quoted price to categorise at this level.

### 15 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

### 16 PORTFOLIO TRANSACTION COSTS

25 May 2023

|                               | Value<br>£000 | Commissions<br>£000 | %    | Taxes<br>£000 | %    |
|-------------------------------|---------------|---------------------|------|---------------|------|
| <b>Purchases</b>              |               |                     |      |               |      |
| Bonds                         | 12,786        | –                   | –    | –             | –    |
| Equities                      | 5,535         | 3                   | 0.06 | 21            | 0.38 |
| Collective investment schemes | 28,215        | –                   | –    | –             | –    |
| In specie transactions        | –             | –                   | –    | –             | –    |
| Corporate actions             | –             | –                   | –    | –             | –    |
| <b>Total</b>                  | <b>46,536</b> | <b>3</b>            |      | <b>21</b>     |      |

**Gross purchases total:**

46,560

|                               | Value<br>£000 | Commissions<br>£000 | %    | Taxes<br>£000 | % |
|-------------------------------|---------------|---------------------|------|---------------|---|
| <b>Sales</b>                  |               |                     |      |               |   |
| Bonds                         | 4,944         | –                   | –    | –             | – |
| Equities                      | 1,533         | 1                   | 0.06 | –             | – |
| Collective investment schemes | 10,193        | –                   | –    | –             | – |
| In specie transactions        | –             | –                   | –    | –             | – |
| Corporate actions             | –             | –                   | –    | –             | – |
| <b>Total</b>                  | <b>16,670</b> | <b>1</b>            |      |               |   |

**Total sales net of transaction costs:**

16,669

**Transaction costs as a percentage of average Net Assets**

Commissions: 0.01%

Taxes: 0.03%

**Commissions  
£000**

**Futures and Options**

–

25 May 2022

|                               | Value<br>£000 | Commissions<br>£000 | % | Taxes<br>£000 | % |
|-------------------------------|---------------|---------------------|---|---------------|---|
| <b>Purchases</b>              |               |                     |   |               |   |
| Bonds                         | 1,387         | –                   | – | –             | – |
| Equities                      | 487           | –                   | – | –             | – |
| Collective investment schemes | 1,432         | –                   | – | –             | – |
| <b>Total</b>                  | <b>3,306</b>  |                     |   |               |   |

**Gross purchases total:**

3,306

|                               | Value<br>£000 | Commissions<br>£000 | % | Taxes<br>£000 | % |
|-------------------------------|---------------|---------------------|---|---------------|---|
| <b>Sales</b>                  |               |                     |   |               |   |
| Bonds                         | 869           | –                   | – | –             | – |
| Collective investment schemes | 8,432         | –                   | – | –             | – |
| <b>Total</b>                  | <b>9,301</b>  |                     |   |               |   |

**Total sales net of transaction costs:**

9,301

**Transaction costs as a percentage of average Net Assets**

Commissions: 0.00%

Taxes: 0.00%

Portfolio transaction costs are incurred by the fund when buying and selling underlying investments. These vary depending on the class of investment, country of exchange and method of execution.

These costs can be classified as either direct or indirect transaction costs:

**Direct transaction costs:** Broker commissions, fees and taxes.

**Indirect transaction costs:** 'Dealing spread' – the difference between the buying and selling prices of the fund's underlying investments.

In order to protect existing investors from the effects of dilution, portfolio transaction costs incurred as a result of investors buying and selling shares in the fund are recovered from those investors through a 'dilution adjustment' to the price they pay or receive.

At the balance sheet date, the portfolio dealing spread was 0.27% (25 May 2022: 0.78%), being the difference between the respective buying and selling prices for the fund's investments.

## CT UK Social Bond Fund

### Investment Report

#### Investment Objective and Policy

The Fund aims to provide income with the prospect of some capital growth over the long term (5 years or more), through investment in debt securities that are deemed to be supporting and funding socially beneficial activities and development, primarily in the UK. The Fund is actively managed, and seeks to maximise its investment exposure to socially beneficial activities and development, based on assessments produced under the Fund's Social Assessment Methodology.

The Social Assessment Methodology ensures that social impact considerations are integrated into the investment decision-making process. Investment is directed towards eight social outcome areas: housing and property; community services; education, learning and skills; employment and training; financial inclusion; health and social care; transport and communications infrastructure; utilities and the environment. Eligible Investments are assessed to establish an overall view of the investments' "social intensity". Some debt securities will have more direct and tangible social benefits than others, however all those selected for investment are considered to have net positive impacts.

A Social Advisory Committee regularly reviews the Social Assessment Methodology and the assessments carried out and may propose amendments or updates over time. An annual report is made available to investors which provides a summary of the Fund's social impact performance.

The Fund may invest in all forms of debt security (usually investment grade) issued by a supranational, public, private or voluntary and/or charitable sector organisation, including without limitation, bonds, notes, bills, and loans, whether they have a fixed, floating, variable, index-linked rate or have a zero coupon.

Cash or near cash will be retained within the Fund for the purpose of efficient management, and similarly deposits and money market instruments may be held for this reason. The Fund may also use derivatives and forward transactions with the aim of reducing risk or managing the Fund more efficiently (including the hedging of any non-sterling denominated securities back to sterling). Derivatives may also be used for investment purposes provided not less than 60 days' notice is given to investors.

#### Performance of Net Income Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT UK Social Bond Fund has fallen from 105.65p to 97.86p.

For comparison, using noon prices, the performance of the Class 2 share class was -4.87%. For information purposes, using global close prices, the total return of the ICE BofA Sterling Non-Gilts 1-10 Years Index was -5.15%.

#### Market Overview and Portfolio Activity

The 12 months under review was a volatile period for fixed income markets. Even before Russia's invasion of Ukraine in February 2022, inflationary pressures had been building due to pandemic-related supply chain disruptions. As energy prices rose further following the invasion, inflation reached over 9% in the US and hit double digits in Europe and the UK. In response, the Federal Reserve, the Bank of England (BoE) and the European Central Bank raised interest rates aggressively. Rising inflation and interest rates triggered fears of an economic slowdown in the UK and globally, as the Russia-Ukraine conflict and China's stringent Covid controls exacerbated the supply-chain bottlenecks that had resulted from the pandemic. Sentiment towards UK assets was further impacted by political uncertainty in the

autumn, as the government unveiled a mini-budget featuring significant un-funded tax cuts. This triggered a slump in stocks and sterling, while gilt yields and mortgage rates surged. The Bank of England (BoE) stepped in and bought bonds in an emergency move to head off a potential crisis in the pensions industry. Later, these price moves were reversed as markets welcomed the replacement of Prime Minister Liz Truss and Chancellor Kwasi Kwarteng with the more fiscally conservative Rishi Sunak and Jeremy Hunt, who reversed most of their predecessors' plans. Sentiment improved again later in 2022 as investors anticipated slower interest rate hikes and China relaxed its zero-Covid policy, improving the outlook for global growth. In early 2023, falling energy costs sparked further optimism, as did signs that inflation in many advanced economies (including the UK) had likely peaked.

March brought a spell of intense volatility for markets due to the collapse of Silicon Valley Bank and Signature Bank in the US, along with the forced takeover of Credit Suisse by its rival UBS in Europe. This stoked fears of wider trouble in the banking sector, though swift action by financial authorities allayed contagion fears and buoyed hopes that interest rates might soon peak. Markets were calmer over the remainder of the period, though there was some further volatility as negotiations about the US debt ceiling went to the wire (though a deal avoiding a US default has since been reached). Turning to the UK economy, retail sales weakened after consumers reined in spending, as soaring energy costs pushed up inflation and knocked sentiment. Headline consumer price inflation peaked above 11% in October and did not return to single figures until April – and even then, core inflation remained elevated. More positively, GDP growth was flat in Quarter 4 (Q4) 2022 and rose slightly in Q1 2023, confounding recent predictions that the country was headed for a technical recession. The BoE said it still expected the economy to stagnate in the first half of this year, but that it no longer expects a recession in 2023 given lower energy prices and improvements in business and consumer sentiment.

Against this backdrop, yields on core government bonds – those issued by countries such as the US, the UK and Germany – rose over the year (meaning prices fell) as aggressive interest-rate rises rendered fixed-interest payments less attractive. In addition, UK government bonds were extremely volatile during late September and October in response to the then government's aforementioned tax-cutting plans. Corporate bond markets were also weak over much of the period, with the negative impact of higher underlying government bond yields compounded by wider credit spreads (the yield premium over risk-free government bonds). However, spreads narrowed from the fourth quarter (Q4) of 2022 onwards amid easing concerns about monetary tightening.

On the sustainability front, the biggest developments came in the US and the EU. In August, Congress passed the US Inflation Reduction Act, which, despite its name, largely focuses on green investment and re-shoring initiatives. The bill includes over \$350 billion in funding for renewable energy development, as well as further subsidies for encourage electric vehicle sales and build out charging infrastructure. In Europe, the EU launched its RepowerEU plan to reduce dependence on Russian energy imports and accelerate the green transition. Brussels also expanded several aspects of its Green Deal, including an agreement that all new vehicles in the EU will be zero emission by 2030. Spurred on by the US Inflation Reduction Act, the EU also provided details on its Green Deal Industrial Plan. The plan centres on securing access to key resources for the green transition and making it quicker and easier for green projects to access funding. November's COP27 conference brought fewer high-level emissions pledges, as countries balanced net-zero goals with short-term energy security concerns following Russia's invasion of Ukraine. However, there were signs that ambitions could accelerate again at

the start of 2023. In March, the G7 foreign ministers committed to speeding up investment in green energy projects and eliminating new plastic waste by 2040. Meanwhile, through their industry body Water UK, British water companies pledged investments of £10bn to modernise Britain's water systems and prevent further sewage overflows.

In the primary market we took part in several new issues over the period. These included green bond issues from banking groups Erste Group Bank, Danske Bank, ABN Amro and Co-operative Bank, utilities National Grid and Electricity North West and property investment firm Segro; sustainability bonds from Yorkshire Water, Severn Trent and Japan International Cooperation Agency (JICA); social bonds from Saltair, the funding vehicle for the UK government's Affordable Homes Guarantee Scheme, Intesa Sanpaolo and Irish lender AIB; and general corporate purpose issues from utility Northumbrian Water and Banque Federative du Credit Mutuel, among others.

The sustainability bond from JICA is an international exposure within the fund's allowance to invest outside of the UK, that we have identified to be among the most impactful globally. The sustainability bond will target projects involving agriculture, forestry and fisheries, healthcare, education, water supply, improving access to finance for women, and other essential lending that will create a high social intensity within the regions the company services.

In the case of Severn Trent, the use of proceeds for this bond will be supporting vulnerable customers; investing in training facilities and employability schemes from a social perspective; improving biodiversity; reducing water leakage; and supporting sustainable water usage cycles, climate change adaptation and mitigation, as well as renewable energy generation.

Proceeds from Saltair's offering will be used to provide loans to three UK housing associations, which in turn will fund the construction of more than 1500 affordable homes. In the secondary market, we added a new position in Crédit Agricole and scaled up a number of holdings including those in utilities Severn Trent and Thames Water, real estate firm Prologis, Unite and Yorkshire Building Society. We also increased our position in green bonds from the UK government.

Outright sales included Orange, Connect Plus and Prudential. We reduced several positions including PRS Finance (a subsidiary of property investment company ARA Venn), Vodafone, European Investment Bank and Optivo Group.

Looking ahead, although the combination of stubbornly high inflation and a tight labour market continue to present a challenge for the BoE, the peak in UK interest rates is surely close.

The economic prognosis has brightened somewhat in terms of consensus growth expectations for the year ahead. Where recession was once the central forecast for Europe and the UK, modest expansion is now anticipated – as is the case in the US. Market valuations (on a credit-spread basis) remain reasonable. Sterling IG spreads went into June around 0.6 standard deviations (SDs) above (i.e. cheaper than) their five-year average and 0.2 SDs above their 20-year average – though the latter figure is closer to flat if we adjust for the modest fall in credit quality over these last two decades. In addition, yields – another way of valuing the market – remain well above their 20-year mean. This is good news for those seeking income.

Over the coming year, our team of analysts expects corporate credit quality to improve modestly in the US and to deteriorate by a small amount in Europe, but both from a strong starting point.

All things considered, our outlook on the current prospects for IG spreads is neutral to slightly positive.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

|  | Notes | 2023<br>£000 | 2022<br>£000 |
|--|-------|--------------|--------------|
| Income   |       |              |              |
| Net capital losses   | 2     | (30,629)     | (28,861)     |
| Revenue  | 3     | 10,019       | 5,958        |
| Expenses   | 4     | (1,281)      | (1,362)      |
| Interest payable and similar charges   | 5     | (4)          | (161)        |
| Net revenue before taxation  |       | 8,734        | 4,435        |
| Taxation   | 6     | –            | –            |
| Net revenue after taxation   |       | 8,734        | 4,435        |
| Total return before distributions  |       | (21,895)     | (24,426)     |
| Distributions  | 7     | (9,702)      | (5,453)      |
| Change in net assets attributable to shareholders from investment activities |       | (31,597)     | (29,879)     |

### BALANCE SHEET

as at 25 May 2023

|   | Notes | 2023<br>£000 | 2022<br>£000 |
|---|-------|--------------|--------------|
| Assets:                                 |       |              |              |
| Fixed assets:                           |       |              |              |
| Investments                             |       | 370,612      | 385,633      |
| Current assets:                         |       |              |              |
| Debtors                                 | 8     | 11,347       | 7,861        |
| Cash and bank balances                  | 9     | 11,359       | 794          |
| Cash equivalents**                      |       | 18,732       | 8            |
| Total assets                            |       | 412,050      | 394,296      |
| Liabilities:                            |       |              |              |
| Investment liabilities                  |       | (4,235)      | (2,262)      |
| Creditors:                              |       |              |              |
| Bank overdrafts                         | 9     | (5,875)      | (3,603)      |
| Distribution payable                    |       | (1,433)      | (804)        |
| Other creditors                         | 10    | (5,556)      | (810)        |
| Total liabilities                       |       | (17,099)     | (7,479)      |
| Net assets attributable to shareholders |       | 394,951      | 386,817      |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Opening net assets attributable to shareholders  | 386,817      | 337,243      |
| Amounts receivable on the issue of shares  | 132,413      | 133,847      |
| Amounts payable on the cancellation of shares  | (97,834)     | (57,100)     |
|  | 34,579       | 76,747       |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | (31,597)     | (29,879)     |
| Retained distribution on accumulation shares   | 5,152        | 2,706        |
| Closing net assets attributable to shareholders  | 394,951      | 386,817      |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

| Interest distribution in pence per share |               |              |                                     |                             |
|--|---------------|--------------|-------------------------------------|-----------------------------|
| Class 2 – Income shares                  |               |              |                                     |                             |
| Distribution Period                      | Gross Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
| <b>Group 1</b>                           |               |              |                                     |                             |
| 26/05/22 to 25/08/22                     | 0.4771        | –            | 0.4771                              | 0.4098                      |
| 26/08/22 to 25/11/22                     | 0.5986        | –            | 0.5986                              | 0.3930                      |
| 26/11/22 to 25/02/23                     | 0.6868        | –            | 0.6868                              | 0.3913                      |
| 26/02/23 to 25/05/23                     | 0.7511        | –            | 0.7511                              | 0.4313                      |

\*\*The total value of investments in the portfolio statement includes the Cash Equivalents amount shown under current assets.



## CT UK Social Bond Fund

### DISTRIBUTION TABLE

(continued)

| Distribution Period                        | Gross Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022         |
|--|---------------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 2</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.2195        | 0.2576       | 0.4771                              | 0.4098                              |
| 26/08/22 to 25/11/22                       | 0.1317        | 0.4669       | 0.5986                              | 0.3930                              |
| 26/11/22 to 25/02/23                       | 0.5343        | 0.1525       | 0.6868                              | 0.3913                              |
| 26/02/23 to 25/05/23                       | 0.1937        | 0.5574       | 0.7511                              | 0.4313                              |
| <b>Total distributions in the period</b>   |               |              | <b>2.5136</b>                       | <b>1.6254</b>                       |
| <b>Class 2 – Accumulation shares</b>       |               |              |                                     |                                     |
| Distribution Period                        | Gross Revenue | Equalisation | Revenue Accumulated 2022/2023       | Revenue Accumulated 2021/2022       |
| <b>Group 1</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.5804        | –            | 0.5804                              | 0.4912                              |
| 26/08/22 to 25/11/22                       | 0.7315        | –            | 0.7315                              | 0.4728                              |
| 26/11/22 to 25/02/23                       | 0.8453        | –            | 0.8453                              | 0.4723                              |
| 26/02/23 to 25/05/23                       | 0.9299        | –            | 0.9299                              | 0.5225                              |
| <b>Group 2</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.0689        | 0.5115       | 0.5804                              | 0.4912                              |
| 26/08/22 to 25/11/22                       | 0.4179        | 0.3136       | 0.7315                              | 0.4728                              |
| 26/11/22 to 25/02/23                       | 0.0847        | 0.7606       | 0.8453                              | 0.4723                              |
| 26/02/23 to 25/05/23                       | 0.5580        | 0.3719       | 0.9299                              | 0.5225                              |
| <b>Total distributions in the period</b>   |               |              | <b>3.0871</b>                       | <b>1.9588</b>                       |
| <b>Class 2 – Gross income shares</b>       |               |              |                                     |                                     |
| Distribution Period                        | Gross Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022         |
| <b>Group 1</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.4773        | –            | 0.4773                              | 0.4099                              |
| 26/08/22 to 25/11/22                       | 0.5987        | –            | 0.5987                              | 0.3932                              |
| 26/11/22 to 25/02/23                       | 0.6870        | –            | 0.6870                              | 0.3913                              |
| 26/02/23 to 25/05/23                       | 0.7514        | –            | 0.7514                              | 0.4314                              |
| <b>Group 2</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.2253        | 0.2520       | 0.4773                              | 0.4099                              |
| 26/08/22 to 25/11/22                       | 0.2624        | 0.3363       | 0.5987                              | 0.3932                              |
| 26/11/22 to 25/02/23                       | 0.3121        | 0.3749       | 0.6870                              | 0.3913                              |
| 26/02/23 to 25/05/23                       | 0.3667        | 0.3847       | 0.7514                              | 0.4314                              |
| <b>Total distributions in the period</b>   |               |              | <b>2.5144</b>                       | <b>1.6258</b>                       |
| <b>Class 2 – Gross accumulation shares</b> |               |              |                                     |                                     |
| Distribution Period                        | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
| <b>Group 1</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.5910        | –            | 0.5910                              | 0.5002                              |
| 26/08/22 to 25/11/22                       | 0.7449        | –            | 0.7449                              | 0.4814                              |
| 26/11/22 to 25/02/23                       | 0.8599        | –            | 0.8599                              | 0.4809                              |
| 26/02/23 to 25/05/23                       | 0.9469        | –            | 0.9469                              | 0.5320                              |
| <b>Group 2</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.1517        | 0.4393       | 0.5910                              | 0.5002                              |
| 26/08/22 to 25/11/22                       | 0.3844        | 0.3605       | 0.7449                              | 0.4814                              |
| 26/11/22 to 25/02/23                       | 0.3942        | 0.4657       | 0.8599                              | 0.4809                              |
| 26/02/23 to 25/05/23                       | 0.2652        | 0.6817       | 0.9469                              | 0.5320                              |
| <b>Total distributions in the period</b>   |               |              | <b>3.1427</b>                       | <b>1.9945</b>                       |
| <b>Class Z – Income shares</b>             |               |              |                                     |                                     |
| Distribution Period                        | Gross Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022         |
| <b>Group 1</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.4655        | –            | 0.4655                              | 0.3883                              |
| 26/08/22 to 25/11/22                       | 0.5876        | –            | 0.5876                              | 0.3769                              |
| 26/11/22 to 25/02/23                       | 0.6757        | –            | 0.6757                              | 0.3786                              |
| 26/02/23 to 25/05/23                       | 0.7402        | –            | 0.7402                              | 0.4196                              |
| <b>Group 2</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.2081        | 0.2574       | 0.4655                              | 0.3883                              |
| 26/08/22 to 25/11/22                       | 0.3264        | 0.2612       | 0.5876                              | 0.3769                              |
| 26/11/22 to 25/02/23                       | 0.3830        | 0.2927       | 0.6757                              | 0.3786                              |
| 26/02/23 to 25/05/23                       | 0.3517        | 0.3885       | 0.7402                              | 0.4196                              |
| <b>Total distributions in the period</b>   |               |              | <b>2.4690</b>                       | <b>1.5634</b>                       |
| <b>Class Z – Accumulation shares</b>       |               |              |                                     |                                     |
| Distribution Period                        | Gross Revenue | Equalisation | Revenue Accumulated 2022/2023       | Revenue Accumulated 2021/2022       |
| <b>Group 1</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.5626        | –            | 0.5626                              | 0.4626                              |
| 26/08/22 to 25/11/22                       | 0.7134        | –            | 0.7134                              | 0.4505                              |
| 26/11/22 to 25/02/23                       | 0.8253        | –            | 0.8253                              | 0.4542                              |
| 26/02/23 to 25/05/23                       | 0.9101        | –            | 0.9101                              | 0.5050                              |
| <b>Group 2</b>                             |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                       | 0.2851        | 0.2775       | 0.5626                              | 0.4626                              |
| 26/08/22 to 25/11/22                       | 0.3625        | 0.3509       | 0.7134                              | 0.4505                              |
| 26/11/22 to 25/02/23                       | 0.2615        | 0.5638       | 0.8253                              | 0.4542                              |
| 26/02/23 to 25/05/23                       | 0.5005        | 0.4096       | 0.9101                              | 0.5050                              |
| <b>Total distributions in the period</b>   |               |              | <b>3.0114</b>                       | <b>1.8723</b>                       |

  

| Distribution Period                                   | Gross Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022         |
|---|---------------|--------------|-------------------------------------|-------------------------------------|
| <b>Class Z – Gross income shares</b>                  |               |              |                                     |                                     |
| <b>Group 1</b>  |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                                  | 0.4654        | –            | 0.4654                              | 0.3883                              |
| 26/08/22 to 25/11/22                                  | 0.5877        | –            | 0.5877                              | 0.3768                              |
| 26/11/22 to 25/02/23                                  | 0.6756        | –            | 0.6756                              | 0.3787                              |
| 26/02/23 to 25/05/23                                  | 0.7402        | –            | 0.7402                              | 0.4196                              |
| <b>Group 2</b>  |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                                  | 0.2502        | 0.2152       | 0.4654                              | 0.3883                              |
| 26/08/22 to 25/11/22                                  | 0.4007        | 0.1870       | 0.5877                              | 0.3768                              |
| 26/11/22 to 25/02/23                                  | 0.3521        | 0.3235       | 0.6756                              | 0.3787                              |
| 26/02/23 to 25/05/23                                  | 0.4280        | 0.3122       | 0.7402                              | 0.4196                              |
| <b>Total distributions in the period</b>              |               |              | <b>2.4689</b>                       | <b>1.5634</b>                       |
| <b>Class Z – Gross accumulation shares</b>            |               |              |                                     |                                     |
| Distribution Period                                   | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
| <b>Group 1</b>  |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                                  | 0.5728        | –            | 0.5728                              | 0.4712                              |
| 26/08/22 to 25/11/22                                  | 0.7266        | –            | 0.7266                              | 0.4588                              |
| 26/11/22 to 25/02/23                                  | 0.8405        | –            | 0.8405                              | 0.4626                              |
| 26/02/23 to 25/05/23                                  | 0.9268        | –            | 0.9268                              | 0.5143                              |
| <b>Group 2</b>  |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                                  | 0.2194        | 0.3534       | 0.5728                              | 0.4712                              |
| 26/08/22 to 25/11/22                                  | 0.2634        | 0.4632       | 0.7266                              | 0.4588                              |
| 26/11/22 to 25/02/23                                  | 0.2043        | 0.6362       | 0.8405                              | 0.4626                              |
| 26/02/23 to 25/05/23                                  | 0.3565        | 0.5703       | 0.9268                              | 0.5143                              |
| <b>Total distributions in the period</b>              |               |              | <b>3.0667</b>                       | <b>1.9069</b>                       |
| <b>Class Z EUR Hedged – Gross accumulation shares</b> |               |              |                                     |                                     |
| Distribution Period                                   | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
| <b>Group 1</b>  |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                                  | 0.4474        | –            | 0.4474                              | 0.3744                              |
| 26/08/22 to 25/11/22                                  | 0.5785        | –            | 0.5785                              | 0.3620                              |
| 26/11/22 to 25/02/23                                  | 0.6718        | –            | 0.6718                              | 0.3596                              |
| 26/02/23 to 25/05/23                                  | 0.7391        | –            | 0.7391                              | 0.3983                              |
| <b>Group 2</b>  |               |              |                                     |                                     |
| 26/05/22 to 25/08/22                                  | 0.4474        | –            | 0.4474                              | 0.3744                              |
| 26/08/22 to 25/11/22                                  | 0.5785        | –            | 0.5785                              | 0.3620                              |
| 26/11/22 to 25/02/23                                  | 0.0718        | 0.6000       | 0.6718                              | 0.3596                              |
| 26/02/23 to 25/05/23                                  | 0.7391        | –            | 0.7391                              | 0.3983                              |
| <b>Total distributions in the period</b>              |               |              | <b>2.4368</b>                       | <b>1.4943</b>                       |

Group 2: shares purchased during a distribution period.

## CT UK Social Bond Fund

### Comparative Table Disclosure

|   | Class 2 – Income shares       |            |            | Class 2 – Accumulation shares       |            |            |
|---|-------------------------------|------------|------------|-------------------------------------|------------|------------|
|   | 25/05/2023                    | 25/05/2022 | 25/05/2021 | 25/05/2023                          | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |                               |            |            |                                     |            |            |
| Opening net asset value per share (p)             | 104.96                        | 113.10     | 111.31     | 127.68                              | 135.56     | 131.23     |
| Return before operating charges (p)               | (5.34)                        | (6.15)     | 4.10       | (6.53)                              | (7.45)     | 4.83       |
| Operating charges (p)                             | (0.31)                        | (0.36)     | (0.42)     | (0.38)                              | (0.43)     | (0.50)     |
| Return after operating charges (p)*               | (5.65)                        | (6.51)     | 3.68       | (6.91)                              | (7.88)     | 4.33       |
| Distributions (p)                                 | (2.51)                        | (1.63)     | (1.89)     | (3.09)                              | (1.96)     | (2.24)     |
| Retained distributions on accumulation shares (p) | –                             | –          | –          | 3.09                                | 1.96       | 2.24       |
| Closing net asset value per share (p)             | 96.80                         | 104.96     | 113.10     | 120.77                              | 127.68     | 135.56     |
| *after direct transaction costs of (p)            | –                             | –          | –          | –                                   | –          | –          |
| <b>Performance</b>                                |                               |            |            |                                     |            |            |
| Return after charges (%)                          | (5.38)                        | (5.76)     | 3.31       | (5.41)                              | (5.81)     | 3.30       |
| <b>Other information</b>                          |                               |            |            |                                     |            |            |
| Closing net asset value (£000)                    | 27,330                        | 17,323     | 16,467     | 78,608                              | 36,041     | 12,046     |
| Closing number of shares                          | 28,234,623                    | 16,503,478 | 14,560,569 | 65,088,797                          | 28,227,146 | 8,886,129  |
| Operating charges (%)**                           | 0.31                          | 0.33       | 0.37       | 0.31                                | 0.32       | 0.37       |
| Direct transaction costs (%)***                   | –                             | –          | –          | –                                   | –          | –          |
| <b>Prices</b>                                     |                               |            |            |                                     |            |            |
| Highest share price (p)                           | 105.49                        | 114.83     | 116.09     | 128.32                              | 137.64     | 138.11     |
| Lowest share price (p)                            | 92.64                         | 105.21     | 111.77     | 113.22                              | 127.46     | 131.78     |
|   | Class 2 – Gross income shares |            |            | Class 2 – Gross accumulation shares |            |            |
|   | 25/05/2023                    | 25/05/2022 | 25/05/2021 | 25/05/2023                          | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |                               |            |            |                                     |            |            |
| Opening net asset value per share (p)             | 104.99                        | 113.13     | 111.33     | 130.01                              | 138.03     | 133.62     |
| Return before operating charges (p)               | (5.34)                        | (6.15)     | 4.11       | (6.65)                              | (7.58)     | 4.92       |
| Operating charges (p)                             | (0.31)                        | (0.36)     | (0.42)     | (0.39)                              | (0.44)     | (0.51)     |
| Return after operating charges (p)*               | (5.65)                        | (6.51)     | 3.69       | (7.04)                              | (8.02)     | 4.41       |
| Distributions (p)                                 | (2.51)                        | (1.63)     | (1.89)     | (3.14)                              | (1.99)     | (2.28)     |
| Retained distributions on accumulation shares (p) | –                             | –          | –          | 3.14                                | 1.99       | 2.28       |
| Closing net asset value per share (p)             | 96.83                         | 104.99     | 113.13     | 122.97                              | 130.01     | 138.03     |
| *after direct transaction costs of (p)            | –                             | –          | –          | –                                   | –          | –          |
| <b>Performance</b>                                |                               |            |            |                                     |            |            |
| Return after charges (%)                          | (5.38)                        | (5.75)     | 3.31       | (5.41)                              | (5.81)     | 3.30       |
| <b>Other information</b>                          |                               |            |            |                                     |            |            |
| Closing net asset value (£000)                    | 71,149                        | 82,074     | 82,774     | 29,459                              | 30,485     | 26,678     |
| Closing number of shares                          | 73,481,336                    | 78,171,092 | 73,169,361 | 23,955,524                          | 23,447,554 | 19,327,520 |
| Operating charges (%)**                           | 0.31                          | 0.33       | 0.37       | 0.31                                | 0.33       | 0.37       |
| Direct transaction costs (%)***                   | –                             | –          | –          | –                                   | –          | –          |
| <b>Prices</b>                                     |                               |            |            |                                     |            |            |
| Highest share price (p)                           | 105.52                        | 114.86     | 116.12     | 130.66                              | 140.14     | 140.62     |
| Lowest share price (p)                            | 92.66                         | 105.24     | 111.80     | 115.29                              | 129.78     | 134.17     |

## CT UK Social Bond Fund

### Comparative Table Disclosure

(continued)

|   | Class Z – Income shares       |            |            | Class Z – Accumulation shares       |            |            |
|---|-------------------------------|------------|------------|-------------------------------------|------------|------------|
|   | 25/05/2023                    | 25/05/2022 | 25/05/2021 | 25/05/2023                          | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |                               |            |            |                                     |            |            |
| Opening net asset value per share (p)             | 104.99                        | 113.12     | 111.33     | 126.87                              | 134.77     | 130.56     |
| Return before operating charges (p)               | (5.35)                        | (6.17)     | 4.09       | (6.49)                              | (7.42)     | 4.80       |
| Operating charges (p)                             | (0.35)                        | (0.40)     | (0.50)     | (0.43)                              | (0.48)     | (0.59)     |
| Return after operating charges (p)*               | (5.70)                        | (6.57)     | 3.59       | (6.92)                              | (7.90)     | 4.21       |
| Distributions (p)                                 | (2.47)                        | (1.56)     | (1.80)     | (3.01)                              | (1.87)     | (2.13)     |
| Retained distributions on accumulation shares (p) | –                             | –          | –          | 3.01                                | 1.87       | 2.13       |
| Closing net asset value per share (p)             | 96.82                         | 104.99     | 113.12     | 119.95                              | 126.87     | 134.77     |
| *after direct transaction costs of (p)            | –                             | –          | –          | –                                   | –          | –          |
| <b>Performance</b>                                |                               |            |            |                                     |            |            |
| Return after charges (%)                          | (5.43)                        | (5.81)     | 3.22       | (5.45)                              | (5.86)     | 3.22       |
| <b>Other information</b>                          |                               |            |            |                                     |            |            |
| Closing net asset value (£000)                    | 73,473                        | 81,163     | 67,802     | 92,359                              | 112,376    | 105,519    |
| Closing number of shares                          | 75,884,290                    | 77,307,635 | 59,938,239 | 76,998,907                          | 88,578,647 | 78,297,721 |
| Operating charges (%)**                           | 0.35                          | 0.38       | 0.44       | 0.35                                | 0.38       | 0.44       |
| Direct transaction costs (%)***                   | –                             | –          | –          | –                                   | –          | –          |
| <b>Prices</b>                                     |                               |            |            |                                     |            |            |
| Highest share price (p)                           | 105.50                        | 114.84     | 116.10     | 127.49                              | 136.81     | 137.33     |
| Lowest share price (p)                            | 92.65                         | 105.22     | 111.79     | 112.48                              | 126.65     | 131.10     |
|   | Class Z – Gross income shares |            |            | Class Z – Gross accumulation shares |            |            |
|   | 25/05/2023                    | 25/05/2022 | 25/05/2021 | 25/05/2023                          | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |                               |            |            |                                     |            |            |
| Opening net asset value per share (p)             | 104.98                        | 113.12     | 111.32     | 129.21                              | 137.26     | 132.97     |
| Return before operating charges (p)               | (5.34)                        | (6.18)     | 4.10       | (6.61)                              | (7.56)     | 4.89       |
| Operating charges (p)                             | (0.35)                        | (0.40)     | (0.50)     | (0.43)                              | (0.49)     | (0.60)     |
| Return after operating charges (p)*               | (5.69)                        | (6.58)     | 3.60       | (7.04)                              | (8.05)     | 4.29       |
| Distributions (p)                                 | (2.47)                        | (1.56)     | (1.80)     | (3.07)                              | (1.91)     | (2.16)     |
| Retained distributions on accumulation shares (p) | –                             | –          | –          | 3.07                                | 1.91       | 2.16       |
| Closing net asset value per share (p)             | 96.82                         | 104.98     | 113.12     | 122.17                              | 129.21     | 137.26     |
| *after direct transaction costs of (p)            | –                             | –          | –          | –                                   | –          | –          |
| <b>Performance</b>                                |                               |            |            |                                     |            |            |
| Return after charges (%)                          | (5.42)                        | (5.82)     | 3.23       | (5.45)                              | (5.86)     | 3.23       |
| <b>Other information</b>                          |                               |            |            |                                     |            |            |
| Closing net asset value (£000)                    | 13,995                        | 17,784     | 13,788     | 8,526                               | 9,523      | 12,117     |
| Closing number of shares                          | 14,455,020                    | 16,939,765 | 12,189,127 | 6,979,245                           | 7,370,337  | 8,828,054  |
| Operating charges (%)**                           | 0.35                          | 0.38       | 0.44       | 0.35                                | 0.38       | 0.44       |
| Direct transaction costs (%)***                   | –                             | –          | –          | –                                   | –          | –          |
| <b>Prices</b>                                     |                               |            |            |                                     |            |            |
| Highest share price (p)                           | 105.50                        | 114.83     | 116.10     | 129.84                              | 139.34     | 139.88     |
| Lowest share price (p)                            | 92.65                         | 105.22     | 111.78     | 114.56                              | 128.99     | 133.53     |

## CT UK Social Bond Fund

### Comparative Table Disclosure

(continued)

|   | Class Z EUR Hedged – Gross accumulation shares |            |            |
|---|--|------------|------------|
|   | 25/05/2023                                     | 25/05/2022 | 25/05/2021 |
| <b>Change in net assets per share</b>             |  |            |            |
| Opening net asset value per share (p)             | 101.49   | 110.20     | 111.20     |
| Return before operating charges (p)               | (5.20)   | (8.33)     | (0.50)     |
| Operating charges (p)                             | (0.34)   | (0.38)     | (0.50)     |
| Return after operating charges (p)*               | (5.54)   | (8.71)     | (1.00)     |
| Distributions (p)                                 | (2.44)   | (1.49)     | (1.81)     |
| Retained distributions on accumulation shares (p) | 2.44   | 1.49       | 1.81       |
| Closing net asset value per share (p)             | 95.95  | 101.49     | 110.20     |
| *after direct transaction costs of (p)            | –  | –          | –          |
| <b>Performance</b>                                |  |            |            |
| Return after charges (%)                          | (5.46)   | (7.90)     | (0.90)     |
| <b>Other information</b>                          |  |            |            |
| Closing net asset value (£000)                    | 52   | 48         | 52         |
| Closing number of shares                          | 53,961   | 47,090     | 47,090     |
| Operating charges (%)**                           | 0.35   | 0.38       | 0.44       |
| Direct transaction costs (%)***                   | –  | –          | –          |
| <b>Prices</b>                                     |  |            |            |
| Highest share price (p)                           | 103.22   | 111.50     | 119.48     |
| Lowest share price (p)                            | 91.85  | 99.59      | 108.54     |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.

## CT UK Social Bond Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL LOSSES

Net capital losses during the period comprise:

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Non-derivative securities*                            | (34,866)     | (30,779)     |
| Derivative contracts                                  | 5,151        | 4,200        |
| Forward currency contracts                            | (171)        | (2,816)      |
| Other (losses)/gains                                  | (742)        | 537          |
| Transaction costs                                     | (1)          | (3)          |
| Net capital losses                                    | (30,629)     | (28,861)     |
| The non-derivative securities balance above includes: |              |              |
| Realised losses*                                      | (15,272)     | (2,407)      |
| Unrealised losses*                                    | (19,594)     | (28,372)     |
|   | (34,866)     | (30,779)     |

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

#### 3 REVENUE

|                             | 2023<br>£000 | 2022<br>£000 |
|-----------------------------|--------------|--------------|
| Interest on debt securities | 9,497        | 5,943        |
| Derivative revenue          | 118          | –            |
| Bank interest               | 404          | 15           |
| Total revenue               | 10,019       | 5,958        |

#### 4 EXPENSES

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |              |              |
| Annual management charge   | (968)        | (1,017)      |
| Registration fees  | (226)        | (258)        |
|  | (1,194)      | (1,275)      |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |              |              |
| Depositary fees  | (46)         | (46)         |
| Safe custody fees  | (29)         | (29)         |
|  | (75)         | (75)         |
| Other expenses:  |              |              |
| Audit fees   | (12)         | (12)         |
|  | (12)         | (12)         |
| Total expenses*  | (1,281)      | (1,362)      |

\*Including irrecoverable VAT where applicable.

#### 5 INTEREST PAYABLE AND SIMILAR CHARGES

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Interest payable                           | (4)          | (2)          |
| Derivative expense                         | –            | (159)        |
| Total interest payable and similar charges | (4)          | (161)        |

#### 6 TAXATION

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| <b>a) Analysis of charge in period</b>  |              |              |
| Total current tax (note 6b)   | –            | –            |
| Total tax charge for the period   | –            | –            |
| <b>b) Factors affecting taxation charge for period</b>  |              |              |
| Net revenue before taxation   | 8,734        | 4,435        |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (1,747)      | (887)        |

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Effects of:                             |              |              |
| Distributions treated as tax deductible | 1,747        | 887          |
| Current tax charge for period (note 6a) | –            | –            |

Interest distributions were made in respect of all distributions during the prior period.

#### 7 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Interim   | 6,859        | 4,019        |
| Final   | 3,031        | 1,561        |
|   | 9,890        | 5,580        |
| Add: Revenue deducted on the cancellation of shares | 346          | 144          |
| Deduct: Revenue received on the creation of shares  | (534)        | (271)        |
| Net distribution for the period                     | 9,702        | 5,453        |
| Net revenue after taxation                          | 8,734        | 4,435        |
| Annual management charge to capital                 | 968          | 1,017        |
| Equalisation on conversion                          | –            | 1            |
| Total distributions                                 | 9,702        | 5,453        |

Details of the distribution per share are set out in the table on pages 23 to 24.

#### 8 DEBTORS

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Amounts receivable for the issue of shares | 329          | 4,146        |
| Sales awaiting settlement                  | 6,340        | –            |
| Accrued revenue                            | 4,678        | 3,715        |
| Total debtors                              | 11,347       | 7,861        |

#### 9 CASH AND BANK BALANCES

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Amounts held at futures clearing houses and brokers | 9,492        | 696          |
| Cash and bank balances                              | 1,867        | 98           |
|   | 11,359       | 794          |
| Bank overdrafts                                     | –            | (1,748)      |
| Cash overdrafts at broker                           | (5,875)      | (1,855)      |
| Net cash and bank balances                          | 5,484        | (2,809)      |

#### 10 OTHER CREDITORS

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Amounts payable for the cancellation of shares | (883)        | (717)        |
| Purchases awaiting settlement                  | (4,577)      | –            |
| Accrued expenses                               | (11)         | (10)         |
| Amounts payable to ACD                         | (85)         | (83)         |
| Total other creditors                          | (5,556)      | (810)        |

#### 11 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders.

Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 8 and 10.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 10.

All transactions have been entered into in the ordinary course of business on normal commercial terms.

## CT UK Social Bond Fund

### Notes to the financial statements

(continued)

#### 12 SHAREHOLDER FUNDS

CT UK Social Bond Fund currently has two share classes; Class 2 and Class Z shares. The charges on each share class are as follows:

##### Annual management charge

|                |       |
|----------------|-------|
| Class 2 shares | 0.25% |
| Class Z shares | 0.25% |

##### Registration fees

|                |        |
|----------------|--------|
| Class 2 shares | 0.035% |
| Class Z shares | 0.08%  |

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on pages 25 to 27. The distribution per share class is given in the distribution table on pages 23 to 24.

All classes have the same rights on winding up.

##### Reconciliation of shares

|  | 2023              |
|--|-------------------|
| <b>Class 2 – Income shares</b>             |                   |
| Opening shares                             | 16,503,478        |
| Shares issued                              | 19,344,480        |
| Shares redeemed                            | (7,829,862)       |
| Net conversions                            | 216,527           |
| Closing shares                             | <u>28,234,623</u> |
| <b>Class 2 – Accumulation shares</b>       |                   |
| Opening shares                             | 28,227,146        |
| Shares issued                              | 44,275,716        |
| Shares redeemed                            | (7,591,490)       |
| Net conversions                            | 177,425           |
| Closing shares                             | <u>65,088,797</u> |
| <b>Class 2 – Gross income shares</b>       |                   |
| Opening shares                             | 78,171,092        |
| Shares issued                              | 8,358,469         |
| Shares redeemed                            | (13,047,958)      |
| Net conversions                            | (267)             |
| Closing shares                             | <u>73,481,336</u> |
| <b>Class 2 – Gross accumulation shares</b> |                   |
| Opening shares                             | 23,447,554        |
| Shares issued                              | 9,030,536         |
| Shares redeemed                            | (8,676,930)       |
| Net conversions                            | 154,364           |
| Closing shares                             | <u>23,955,524</u> |
| <b>Class Z – Income shares</b>             |                   |
| Opening shares                             | 77,307,635        |
| Shares issued                              | 15,900,640        |
| Shares redeemed                            | (17,122,502)      |
| Net conversions                            | (201,483)         |
| Closing shares                             | <u>75,884,290</u> |
| <b>Class Z – Accumulation shares</b>       |                   |
| Opening shares                             | 88,578,647        |
| Shares issued                              | 14,920,106        |
| Shares redeemed                            | (26,241,047)      |
| Net conversions                            | (258,799)         |
| Closing shares                             | <u>76,998,907</u> |
| <b>Class Z – Gross income shares</b>       |                   |
| Opening shares                             | 16,939,765        |
| Shares issued                              | 1,813,956         |
| Shares redeemed                            | (4,289,259)       |
| Net conversions                            | (9,442)           |
| Closing shares                             | <u>14,455,020</u> |

|   | 2023             |
|---|------------------|
| <b>Class Z – Gross accumulation shares</b>            |                  |
| Opening shares  | 7,370,337        |
| Shares issued   | 2,521,687        |
| Shares redeemed                                       | (2,831,953)      |
| Net conversions                                       | (80,826)         |
| Closing shares  | <u>6,979,245</u> |
| <b>Class Z EUR Hedged – Gross accumulation shares</b> |                  |
| Opening shares  | 47,090           |
| Shares issued   | 6,871            |
| Shares redeemed                                       | –                |
| Net conversions                                       | –                |
| Closing shares  | <u>53,961</u>    |

#### 13 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

##### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 1.00% interest rate decrease applied to the fixed income proportion of the fund would result in an increase on the net asset value of the fund by 3.67% and vice versa (2022: 4.01%).

##### Currency exposures

A portion of the net assets of the fund are denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be affected by currency movements.

|                      | Total       |
|----------------------|-------------|
| <b>Currency 2023</b> | <b>£000</b> |
| Euro                 | 770         |
| US Dollar            | 144         |
| <b>Currency 2022</b> | <b>£000</b> |
| Euro                 | 295         |
| US Dollar            | 95          |

##### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

##### Credit/Counterparty exposure

The following details exposure to counterparties obtained through the use of derivatives:

|                     | Interest Rate Swaps Exposure | Futures and Options Exposure | Forward Foreign Exchange Contracts Exposure |             | Collateral Pledged |
|---------------------|------------------------------|------------------------------|---|-------------|--------------------|
|                     |                              |                              | £000  | £000        |                    |
| <b>2023</b>         |                              |                              |   |             |                    |
| <b>Counterparty</b> | <b>£000</b>                  | <b>£000</b>                  | <b>£000</b>                                 | <b>£000</b> | <b>£000</b>        |
| HSBC                | –                            | –                            | 703   | –           | –                  |
| Morgan Stanley      | 1,480                        | –                            | –   | –           | –                  |
| UBS                 | –                            | –                            | 1   | –           | –                  |
| <b>2022</b>         |                              |                              |   |             |                    |
| <b>Counterparty</b> | <b>£000</b>                  | <b>£000</b>                  | <b>£000</b>                                 | <b>£000</b> | <b>£000</b>        |
| J.P. Morgan         | –                            | –                            | 1   | –           | –                  |
| Morgan Stanley      | 902                          | –                            | –   | –           | –                  |
| UBS                 | –                            | 2,902                        | –   | –           | 1,400              |

The fund held £730,000 (2022: £Nil) of collateral received from the fund's counterparties. The collateral held was in the form of cash. Collateral received is not owned by the fund and therefore is not included in the fund's cash balance.

Positive exposure represents the fund's exposure to that counterparty and not the fund's holdings with that counterparty.

## CT UK Social Bond Fund

### Notes to the financial statements

(continued)

#### Analysis of investments by credit ratings

|                 | 2023          |                    | 2022          |                    |
|-----------------|---------------|--------------------|---------------|--------------------|
|                 | Value<br>£000 | % of<br>Investment | Value<br>£000 | % of<br>Investment |
| AAA             | 35,931        | 9.33               | 46,254        | 12.07              |
| Aaa             | 5,005         | 1.30               | 2,351         | 0.61               |
| AA              | 26,356        | 6.84               | 26,403        | 6.89               |
| AA-             | –             | –                  | 1,967         | 0.51               |
| Aa3             | 5,314         | 1.38               | 12,079        | 3.15               |
| A+              | 29,180        | 7.58               | 17,259        | 4.50               |
| A1              | 5,715         | 1.48               | 5,991         | 1.56               |
| A               | 22,791        | 5.92               | 22,743        | 5.93               |
| A2              | 3,800         | 0.99               | 5,234         | 1.37               |
| A-              | 27,327        | 7.09               | 36,501        | 9.52               |
| A3              | 5,651         | 1.47               | 6,658         | 1.74               |
| BBB+            | 67,610        | 17.56              | 49,304        | 12.86              |
| Baa1            | 12,287        | 3.19               | 15,833        | 4.13               |
| BBB             | 34,655        | 9.00               | 53,200        | 13.88              |
| (P)BBB          | –             | –                  | 1,483         | 0.39               |
| Baa2            | 15,334        | 3.98               | 18,168        | 4.74               |
| BBB-            | 20,331        | 5.28               | 15,337        | 4.00               |
| Baa3            | 1,884         | 0.49               | 2,617         | 0.68               |
| BB+             | 2,231         | 0.58               | 6,575         | 1.72               |
| BB              | 2,579         | 0.67               | 1,740         | 0.45               |
| BB-             | 969           | 0.25               | 2,361         | 0.62               |
| B1              | –             | –                  | 1,222         | 0.32               |
| Ba3             | 3,501         | 0.91               | –             | –                  |
| B3              | 409           | 0.11               | 746           | 0.19               |
| Not Rated*      | 36,361        | 9.44               | 29,730        | 7.75               |
| Liquidity Funds | 18,732        | 4.86               | 8             | –                  |
| Derivatives**   | 1,156         | 0.30               | 1,615         | 0.42               |
|                 | 385,109       | 100.00             | 383,379       | 100.00             |

\*S&P and Moody's are used for credit ratings, 'non-rated' stocks may be rated by other agencies.

\*\*The derivative positions do not have a significant impact on the risk profile.

#### Interest rate risk

The fund's floating rate investments earn interest which is variable, based on SONIA (Sterling Overnight Index Average) or its overseas equivalent. Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

#### Interest rate risk profile of financial assets and financial liabilities

The interest rate risk profile of the fund's financial assets and financial liabilities at 25 May was:

|                      | Floating rate<br>financial<br>assets      | Fixed rate<br>financial<br>assets      | Financial<br>assets<br>not carrying<br>interest      | Total       |
|----------------------|---|--|--|-------------|
|                      |   |  | £000   |             |
| <b>Currency 2023</b> | <b>£000</b>                               | <b>£000</b>                            | <b>£000</b>  | <b>£000</b> |
| Euro                 | 52,059                                    | 43,473                                 | 5,003  | 100,535     |
| UK Sterling          | 39,666                                    | 244,855                                | 128,968  | 413,489     |
| US Dollar            | 3,040                                     | 12,219                                 | 69   | 15,328      |
| <b>Currency 2022</b> | <b>£000</b>                               | <b>£000</b>                            | <b>£000</b>  | <b>£000</b> |
| Euro                 | 33,115                                    | 52,682                                 | 6,203  | 92,000      |
| UK Sterling          | 38,550                                    | 227,482                                | 130,003  | 396,035     |
| US Dollar            | 9,110                                     | 21,619                                 | 1,587  | 32,316      |
|                      | Floating rate<br>financial<br>liabilities | Fixed rate<br>financial<br>liabilities | Financial<br>liabilities<br>not carrying<br>interest | Total       |
| <b>Currency 2023</b> | <b>£000</b>                               | <b>£000</b>                            | <b>£000</b>  | <b>£000</b> |
| Euro                 | –   | –                                      | (99,765)   | (99,765)    |
| UK Sterling          | (5,875)                                   | –                                      | (13,577)   | (19,452)    |
| US Dollar            | –   | –                                      | (15,184)   | (15,184)    |
| <b>Currency 2022</b> | <b>£000</b>                               | <b>£000</b>                            | <b>£000</b>  | <b>£000</b> |
| Euro                 | –   | –                                      | (91,705)   | (91,705)    |
| UK Sterling          | (3,603)                                   | –                                      | (6,005)  | (9,608)     |
| US Dollar            | –   | –                                      | (32,221)   | (32,221)    |

#### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

#### Derivative risks

Derivatives including forward foreign exchange contracts, futures and options and interest rate swaps are employed when they are the cheapest and most efficient method of gaining exposure. This increases the risk profile of the fund and may result in a higher degree of volatility. All open positions are regularly reviewed by the fund manager. The fund has entered into various forward foreign exchange contracts, futures and options and interest rate swaps during this accounting period. Such contracts commit the fund to future deliveries or receipts, typically three months forward, of assets and liabilities, at prices decided at the point of striking the contract. They therefore allow the fund manager to limit risk, or to enhance fund performance in return for the acceptance of greater risk.

At 25 May 2023, the fund had outstanding forward foreign exchange contracts, futures and options and interest rate swaps with an asset value of £5,391,000 (2022: £3,877,000) and a liability value of £4,235,000 (2022: £2,262,000).

#### 14 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

|                            | 2023           |                     | 2022           |                     |
|----------------------------|----------------|---------------------|----------------|---------------------|
|                            | Assets<br>£000 | Liabilities<br>£000 | Assets<br>£000 | Liabilities<br>£000 |
| <b>Valuation technique</b> |                |                     |                |                     |
| Level 1*                   | 69,560         | (1,040)             | 53,446         | –                   |
| Level 2                    | 319,784        | (3,195)             | 332,195        | (2,262)             |
|                            | 389,344        | (4,235)             | 385,641        | (2,262)             |

Included within Level 1, are debt securities of £69,546,000 (2022: £50,544,000). The valuation of some highly liquid exchange-traded debt securities (G7 sovereign debt, supranational debt or certain corporate bonds) is sufficiently close to a binding quoted price to categorise at this level.

\*The total value of investments in the portfolio statement includes the Cash Equivalents amount shown under current assets.

#### 15 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

#### 16 PORTFOLIO TRANSACTION COSTS

During the period under review the fund's purchases and sales of bonds amounted to £212,023,708 (2022: £205,648,667) and £192,396,367 (2022: £112,676,253) respectively. Collective investment schemes purchases and sales amounted to £99,573,688 (2022: £43,010,700) and £80,850,000 (2022: £59,830,000) respectively. Corporate action costs and proceeds amounted to £Nil (2022: £Nil) and £297,761 (2022: £1,473,870) respectively.

The purchases and sales are not subject to portfolio transaction costs.

The commissions incurred by the fund when buying and selling futures and options in the current year was £5,256 (2022: £3,502).

**Indirect transaction costs:** 'Dealing spread' – the difference between the buying and selling prices of the fund's underlying investments.

At the balance sheet date, the portfolio dealing spread was 0.47% (25 May 2022: 0.49%), being the difference between the respective buying and selling prices for the fund's investments.

## CT UK Social Bond Fund

### Notes to the financial statements

*(continued)*

#### 17 POST BALANCE SHEET EVENT

The table below shows net redemptions between the period-ended 25 May 2023 and 17 August 2023 as a percentage of the closing NAV for share classes with significant movements. The net redemptions of shares were reviewed again on 24 August with no material movements noted since 17 August. This change is reflective of conditions that arose after the period-end and hence is considered a non-adjusting event.

| <b>Class Name</b>                   | <b>% Movement</b> |
|-------------------------------------|-------------------|
| Class Z - Gross accumulation shares | (10,11)           |



## CT Managed Bond Fund

### Investment Report

#### Investment Objective and Policy

The Fund aims to provide income with potential for long term capital growth. It looks to outperform a composite index over rolling 3-year periods, after the deduction of charges.

This composite index comprises:

- 56% Bloomberg Global Aggregate ex GBP (GBP Hedged) Index,
- 24% Bloomberg Sterling Aggregate Index,
- 10% MSCI ACWI ex UK Index,
- 5% FTSE All-Share Index,
- 5% Sterling Overnight Index Average (SONIA)

The Fund is actively managed and invests at least 80% of its assets in other funds.

The Fund usually invests in other Columbia Threadneedle funds, however, funds managed by companies outside the Columbia Threadneedle group may also be held, when this is considered appropriate. These funds may invest worldwide.

The Fund focuses on investment in funds providing exposure to bonds (including corporate and government bonds), and to a lesser extent, funds investing in equities (company shares).

The balance of the exposure between these different asset types may vary over time, however, equity exposure will usually not exceed 20% of the Fund's value, under normal market conditions.

The Fund may also hold money market instruments, deposits, cash, and near cash. Derivatives may be used with the aim of reducing risk or managing the Fund more efficiently, and up to 20% of the value of the Fund may be invested in funds that use derivatives for investment purposes.

The composite index is representative of the Fund's investment exposure, and provides a suitably weighted target benchmark of global investment grade bonds (hedged to sterling), investment grade sterling-denominated bonds, global equities (excluding the UK), UK equities, and cash, against which Fund performance can be evaluated over time.

#### Performance of Gross Accumulation Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT Managed Bond Fund has fallen from 103.07p to 95.39p.

For comparison, using noon prices, the performance of the Class 2 share class was -7.04% compared to a return of -3.36% for the Morningstar UK Unit Trusts/OEICs – Morningstar Category GBP Allocation 0-20% Equity Peer Group (on a bid to bid basis, with income reinvested for a UK basic rate taxpayer).

For information purposes, using global close prices, the Composite Index (Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 56%, Bloomberg Sterling Aggregate Index 24%, MSCI ACWI ex UK Index 10%, FTSE All Share Index 5%, SONIA 5%) has a total return of -3.88%.

#### Market Overview and Portfolio Activity

The 12 months under review constituted a volatile period for financial markets. With inflation far above target in many developed economies, investors struggled to gauge how far central banks would have to raise interest rates to contain it, and whether policymakers could do so without tipping their respective economies into recession. Most fixed-income assets lost value, while equity markets typically

finished higher, albeit after a rollercoaster ride. The main developed equity regions outperformed emerging markets (EMs), which were little changed in aggregate. Commodities were very weak overall, having risen sharply over the preceding year. Lingering supply issues from the pandemic and more recent ones related to Russia's invasion of Ukraine pushed inflation to multi-decade highs in the US, eurozone and UK. US inflation breached the 9% mark in June (reported in July) before easing over the remainder of the period. Inflation in the UK was the most stubborn. Having peaked above 11% in October, it did not return to single figures until April – and even then, core inflation (which excludes energy and food prices) hit its highest level since 1992.

Core government bonds such as US Treasuries, German Bunds and UK gilts weakened over the year as aggressive interest-rate rises by the Federal Reserve (Fed), European Central Bank (ECB) and Bank of England (BoE) rendered fixed-interest payments less attractive. In addition, UK gilts were extremely volatile during late September and October in response to the unfunded tax-cutting plans of the then chancellor, Kwasi Kwarteng, and their reversal by his successor.

The Fed, ECB and BoE slowed the pace of rate rises after November, as the inflationary tide appeared to be turning. Nevertheless, all three continued to increase borrowing costs at every subsequent opportunity – including hikes each after the collapse of Silicon Valley Bank and other lenders in March. As the period ended, markets were pricing in further rate hikes by all three central banks, with the BoE seen as having the most still to do.

Meanwhile, equities – and to a lesser extent corporate bond spreads (the yield difference between corporate and risk-free government bond yields) – were buffeted throughout the year as fears of recession waxed and waned. In the first half of the period, economic forecasts generally deteriorated amid worries about the impact of soaring inflation, rising interest rates, ongoing Covid lockdowns in China and the potential for European energy shortages linked to the war in Ukraine. At the same time, however, risk assets were supported by surprisingly resilient company results.

Towards the end of 2022, confidence about the global economy was bolstered by signs of easing inflation and anticipation that China might be preparing to move away from its zero-Covid strategy (as duly transpired). The economic optimism continued into the new year, notably with regard to Europe. In January, for example, the flash composite purchasing managers' index (PMI) for the eurozone unexpectedly returned to growth territory. Together with plunging natural gas prices, this sparked hopes that the region might avoid recession after all.

In February, it emerged that the UK economy had flatlined in Quarter 4 rather than shrinking as expected, raising the possibility that it too might escape recession this year. Nevertheless, the twin spectres of inflation and interest-rates were never far away. The same month saw global equities and bonds weaken as strong labour-market and inflation data in the US and eurozone pushed interest-rate expectations higher again. March was dominated by the banking crisis already mentioned, which triggered a brief spell of intense volatility before concerted action by various financial authorities allayed contagion fears.

Markets were largely calmer over the remainder of the period. One minor exception was a volatility spike in early May, amid news of further trouble among regional US lenders. Another, which was accompanied by a jump in US Treasury yields, came in the final days of the period, as negotiations

about the US debt ceiling went to the wire.

Overall, the MSCI All Country World Index (ACWI) of equities rose 6.2% in local-currency terms and 6.8% in sterling. Japan was strongest in local terms. A weakening in the yen – as relatively low inflation allowed the Bank of Japan to maintain its ultra-loose monetary policy – helped the export-heavy market in yen terms, though it roughly halved the return in sterling. Europe ex UK was comfortably ahead of the ACWI as recession fears eased, while the US was roughly in line. The UK trailed the global index, while emerging markets and developed Asia ex Japan brought up the rear.

In fixed income, core bond yields rose across the board. Gilts underperformed their US and German counterparts, partly reflecting the relative persistence of inflation in the UK versus Europe and especially the US. Global investment-grade (IG) credit spreads were surprisingly little changed given the volatility, tightening by around 3% in risk adjusted terms, while spreads in the euro high-yield (HY) market tightened by about 9% on the same basis.

We cut the fund's equity exposure over the period, as our Asset Allocation Strategy Group (AASG) downgraded equities from favour to neutral in September. We became more cautious about the outlook for the asset class in the near term due to growth and monetary policy headwinds. We trimmed our equity holdings in every region, with the biggest reductions in the UK and US markets. For the former, we elected to take some profits following the strong absolute and relative performance of the portfolio in 2022. Nevertheless, the UK remains one of our favoured equity markets. In January, our AASG downgraded US equities from favour to neutral; the US is a relatively expensive market and we have particular concerns over margin vulnerability and wage pressures.

In fixed income, we became more positive on duration (which measures sensitivity to changes in interest rates) as the year progressed. At current yield levels, we believe that government bonds offer an attractive level of income and increased diversification benefits.

Within IG, we switched some funds from shorter-dated funds to their longer-dated counterparts. Valuations in IG are reasonable, while corporate credit quality is holding up well.

We cut exposure to high-yield (HY) credit. The AASG downgraded HY to neutral in response to a worsening global growth outlook and a period of outperformance versus IG credit. We also reduced the allocations to EM and Asian debt.

Looking ahead, we believe that there is likely to be a slowdown in growth versus the trend level, accompanied by reduced, but still above-trend inflation. Globally, disinflation combined with restrictive monetary policy suggests a constructive fundamental outlook for core government bonds, where yield premia are historically high compared with long-term GDP forecasts. For corporate credit, where valuations look reasonable rather than compelling, the low growth outlook should result in below-average excess returns over core bonds in the year ahead, but likely outperformance versus equities.

For equities, meanwhile, sluggish growth presents a mild risk to company earnings. Of more concern, however, global equity valuations (on a price to earnings basis) now look historically high both in absolute terms and relative to other asset classes, such as credit.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

|  | Notes | 2023<br>£000 | 2022<br>£000 |
|--|-------|--------------|--------------|
| Income   |       |              |              |
| Net capital losses   | 2     | (22,281)     | (25,316)     |
| Revenue  | 3     | 5,678        | 3,731        |
| Expenses   | 4     | (1,655)      | (1,924)      |
| Interest payable and similar charges   | 5     | (2)          | –            |
| Net revenue before taxation  |       | 4,021        | 1,807        |
| Taxation   | 6     | –            | –            |
| Net revenue after taxation   |       | 4,021        | 1,807        |
| Total return before distributions  |       | (18,260)     | (23,509)     |
| Distributions  | 7     | (4,021)      | (1,808)      |
| Change in net assets attributable to shareholders from investment activities |       | (22,281)     | (25,317)     |

### BALANCE SHEET

as at 25 May 2023

|   | Notes | 2023<br>£000 | 2022<br>£000 |
|---|-------|--------------|--------------|
| Assets:                                 |       |              |              |
| Fixed assets:                           |       |              |              |
| Investments                             |       | 211,002      | 264,205      |
| Current assets:                         |       |              |              |
| Debtors                                 | 8     | 867          | 3,565        |
| Cash and bank balances                  | 9     | 280          | 6,200        |
| Total assets                            |       | 212,149      | 273,970      |
| Liabilities:                            |       |              |              |
| Investment liabilities                  |       | (310)        | (3,757)      |
| Creditors:                              |       |              |              |
| Distribution payable                    |       | (391)        | (155)        |
| Other creditors                         | 10    | (723)        | (1,501)      |
| Total liabilities                       |       | (1,424)      | (5,413)      |
| Net assets attributable to shareholders |       | 210,725      | 268,557      |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Opening net assets attributable to shareholders  | 268,557      | 251,754      |
| Amounts receivable on the issue of shares  | 5,163        | 88,889       |
| Amounts payable on the cancellation of shares  | (43,730)     | (48,374)     |
|  | (38,567)     | 40,515       |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | (22,281)     | (25,317)     |
| Retained distribution on accumulation shares   | 3,016        | 1,605        |
| Closing net assets attributable to shareholders  | 210,725      | 268,557      |

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

| Interest distribution in pence per share |               |              |                                     |                                     |  |
|--|---------------|--------------|-------------------------------------|-------------------------------------|--|
| Class 1 – Gross accumulation shares      |               |              |                                     |                                     |  |
| Distribution Period                      | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |  |
| Group 1<br>26/05/22 to 25/05/23          | 1.4308        | –            | 1.4308                              | 0.4923                              |  |
| Group 2<br>26/05/22 to 25/05/23          | 1.0261        | 0.4047       | 1.4308                              | 0.4923                              |  |
| Total distributions in the period        |               |              | 1.4308                              | 0.4923                              |  |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

## CT Managed Bond Fund

### DISTRIBUTION TABLE

(continued)

#### Class 2 – Gross accumulation shares

| Distribution Period                      | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b>                           |               |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.5270        | –            | 1.5270                              | 0.5780                              |
| <b>Group 2</b>                           |               |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.0563        | 0.4707       | 1.5270                              | 0.5780                              |
| <b>Total distributions in the period</b> |               |              | <b>1.5270</b>                       | <b>0.5780</b>                       |

#### Class T – Gross income shares

| Distribution Period                      | Gross Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |               |              |                                     |                             |
| 26/05/22 to 25/11/22                     | 0.9276        | –            | 0.9276                              | 0.6018                      |
| 26/11/22 to 25/05/23                     | 1.0611        | –            | 1.0611                              | 0.3973                      |
| <b>Group 2</b>                           |               |              |                                     |                             |
| 26/05/22 to 25/11/22                     | 0.7010        | 0.2266       | 0.9276                              | 0.6018                      |
| 26/11/22 to 25/05/23                     | 0.8288        | 0.2323       | 1.0611                              | 0.3973                      |
| <b>Total distributions in the period</b> |               |              | <b>1.9887</b>                       | <b>0.9991</b>               |

#### Class Z – Gross accumulation shares

| Distribution Period                      | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b>                           |               |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 2.2277        | –            | 2.2277                              | 1.1074                              |
| <b>Group 2</b>                           |               |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.3076        | 0.9201       | 2.2277                              | 1.1074                              |
| <b>Total distributions in the period</b> |               |              | <b>2.2277</b>                       | <b>1.1074</b>                       |

Group 2: shares purchased during a distribution period.

## CT Managed Bond Fund

### Comparative Table Disclosure

|   | Class 1 – Gross accumulation shares |            |                         | Class 2 – Gross accumulation shares |            |                         |
|---|-------------------------------------|------------|-------------------------|-------------------------------------|------------|-------------------------|
|   | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |            |                         |                                     |            |                         |
| Opening net asset value per share (p)             | 99.51                               | 108.04     | 108.36                  | 102.85                              | 111.60     | 111.93                  |
| Return before operating charges (p)               | (6.37)                              | (7.46)     | (0.19)                  | (6.58)                              | (7.70)     | (0.20)                  |
| Operating charges (p)                             | (0.93)                              | (1.07)     | (0.13)                  | (0.91)                              | (1.05)     | (0.13)                  |
| Return after operating charges (p)*               | (7.30)                              | (8.53)     | (0.32)                  | (7.49)                              | (8.75)     | (0.33)                  |
| Distributions (p)                                 | (1.43)                              | (0.49)     | –                       | (1.53)                              | (0.58)     | –                       |
| Retained distributions on accumulation shares (p) | 1.43                                | 0.49       | –                       | 1.53                                | 0.58       | –                       |
| Closing net asset value per share (p)             | 92.21                               | 99.51      | 108.04                  | 95.36                               | 102.85     | 111.60                  |
| *after direct transaction costs of (p)            | –                                   | –          | –                       | –                                   | –          | –                       |
| <b>Performance</b>                                |                                     |            |                         |                                     |            |                         |
| Return after charges (%)                          | (7.34)                              | (7.90)     | (0.30)                  | (7.28)                              | (7.84)     | (0.29)                  |
| <b>Other information</b>                          |                                     |            |                         |                                     |            |                         |
| Closing net asset value (£000)                    | 14,081                              | 17,735     | 26,412                  | 77,175                              | 97,199     | 113,821                 |
| Closing number of shares                          | 15,269,969                          | 17,821,950 | 24,446,892              | 80,934,431                          | 94,508,551 | 101,987,104             |
| Operating charges (%)**                           | 0.98                                | 0.99       | 1.02 <sup>†</sup>       | 0.93                                | 0.94       | 0.97 <sup>†</sup>       |
| Direct transaction costs (%)***                   | –                                   | –          | –                       | –                                   | –          | –                       |
| <b>Prices</b>                                     |                                     |            |                         |                                     |            |                         |
| Highest share price (p)                           | 100.77                              | 112.10     | 108.87                  | 104.16                              | 115.83     | 112.46                  |
| Lowest share price (p)                            | 87.92                               | 98.77      | 106.76                  | 90.89                               | 102.08     | 110.28                  |
|   | Class T – Gross income shares       |            |                         | Class Z – Gross accumulation shares |            |                         |
|   | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |            |                         |                                     |            |                         |
| Opening net asset value per share (p)             | 112.43                              | 122.65     | 122.93                  | 125.38                              | 135.65     | 135.99                  |
| Return before operating charges (p)               | (7.18)                              | (8.44)     | (0.18)                  | (8.01)                              | (9.41)     | (0.23)                  |
| Operating charges (p)                             | (0.68)                              | (0.78)     | (0.10)                  | (0.77)                              | (0.86)     | (0.11)                  |
| Return after operating charges (p)*               | (7.86)                              | (9.22)     | (0.28)                  | (8.78)                              | (10.27)    | (0.34)                  |
| Distributions (p)                                 | (1.99)                              | (1.00)     | –                       | (2.23)                              | (1.11)     | –                       |
| Retained distributions on accumulation shares (p) | –                                   | –          | –                       | 2.23                                | 1.11       | –                       |
| Closing net asset value per share (p)             | 102.58                              | 112.43     | 122.65                  | 116.60                              | 125.38     | 135.65                  |
| *after direct transaction costs of (p)            | –                                   | –          | –                       | –                                   | –          | –                       |
| <b>Performance</b>                                |                                     |            |                         |                                     |            |                         |
| Return after charges (%)                          | (6.99)                              | (7.52)     | (0.23)                  | (7.00)                              | (7.57)     | (0.25)                  |
| <b>Other information</b>                          |                                     |            |                         |                                     |            |                         |
| Closing net asset value (£000)                    | 37,756                              | 43,735     | 49,941                  | 81,713                              | 109,888    | 61,580                  |
| Closing number of shares                          | 36,804,479                          | 38,899,951 | 40,717,192              | 70,082,514                          | 87,641,642 | 45,397,629              |
| Operating charges (%)**                           | 0.64                                | 0.64       | 0.66 <sup>†</sup>       | 0.64                                | 0.64       | 0.66 <sup>†</sup>       |
| Direct transaction costs (%)***                   | –                                   | –          | –                       | –                                   | –          | –                       |
| <b>Prices</b>                                     |                                     |            |                         |                                     |            |                         |
| Highest share price (p)                           | 113.93                              | 126.96     | 123.55                  | 127.05                              | 141.01     | 136.64                  |
| Lowest share price (p)                            | 99.47                               | 111.97     | 121.19                  | 110.93                              | 124.43     | 134.03                  |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. The calculation includes the fund's share of the expenses of the underlying fund less any fee rebates received. The share of costs of the underlying funds may fluctuate due to changes in investment decisions, which may be required as a result of changes in market conditions. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

<sup>1</sup> Commenced 9 April 2021.

<sup>†</sup>The Ongoing Charges Figure is annualised based on the fees incurred since commencement date.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.

## CT Managed Bond Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL LOSSES

Net capital losses during the period comprise:

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Non-derivative securities*                            | (21,416)     | (18,987)     |
| Forward currency contracts                            | (394)        | (7,482)      |
| Other (losses)/gains                                  | (471)        | 1,153        |
| Net capital losses                                    | (22,281)     | (25,316)     |
| The non-derivative securities balance above includes: |              |              |
| Realised losses*                                      | (3,828)      | (843)        |
| Unrealised losses*                                    | (17,588)     | (18,144)     |
|   | (21,416)     | (18,987)     |

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

#### 3 REVENUE

|                                  | 2023<br>£000 | 2022<br>£000 |
|----------------------------------|--------------|--------------|
| Franked dividend distributions   | 663          | 662          |
| Unfranked dividend distributions | 4,949        | 3,068        |
| Bank interest                    | 66           | 1            |
| Total revenue                    | 5,678        | 3,731        |

#### 4 EXPENSES

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |              |              |
| Annual management charge   | (1,607)      | (1,872)      |
|  | (1,607)      | (1,872)      |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |              |              |
| Depositary fees  | (28)         | (32)         |
| Safe custody fees  | (9)          | (9)          |
|  | (37)         | (41)         |
| Other expenses:  |              |              |
| Audit fees   | (11)         | (11)         |
|  | (11)         | (11)         |
| Total expenses*  | (1,655)      | (1,924)      |

\*Including irrecoverable VAT where applicable.

#### 5 INTEREST PAYABLE AND SIMILAR CHARGES

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Interest payable                           | (2)          | –            |
| Total interest payable and similar charges | (2)          | –            |

#### 6 TAXATION

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| <b>a) Analysis of charge in period</b>  |              |              |
| Total current tax (note 6b)   | –            | –            |
| Total tax charge for the period   | –            | –            |
| <b>b) Factors affecting taxation charge for period</b>  |              |              |
| Net revenue before taxation   | 4,021        | 1,807        |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (804)        | (361)        |
| Effects of:   |              |              |
| Revenue not subject to taxation   | 133          | 132          |
| Excess expenses   | –            | 20           |
| Distributions treated as tax deductible   | 671          | 209          |
| Current tax charge for period (note 6a)   | –            | –            |

The fund has not recognised a deferred tax asset of £Nil (2022: £20,173) arising as a result of having unutilised management expenses. The movement in deferred tax asset may not agree to the excess expenses figure quoted above due to prior year adjustments. It is unlikely that these expenses will be utilised in future years.

Interest distributions were made in respect of all distributions during the prior period.

#### 7 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Interim   | 350          | 240          |
| Final   | 3,406        | 1,759        |
|   | 3,756        | 1,999        |
| Add: Revenue deducted on the cancellation of shares | 290          | 186          |
| Deduct: Revenue received on the creation of shares  | (25)         | (377)        |
| Net distribution for the period                     | 4,021        | 1,808        |
| Net revenue after taxation                          | 4,021        | 1,807        |
| Equalisation on conversion                          | –            | 1            |
| Total distributions                                 | 4,021        | 1,808        |

Details of the distribution per share are set out in the table on pages 32 to 33.

#### 8 DEBTORS

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Amounts receivable for the issue of shares | 12           | 602          |
| Sales awaiting settlement                  | 853          | 2,963        |
| Accrued revenue                            | 2            | –            |
| Total debtors                              | 867          | 3,565        |

#### 9 CASH AND BANK BALANCES

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Amounts held at futures clearing houses and brokers | –            | 2,550        |
| Cash and bank balances                              | 280          | 3,650        |
| Total cash and bank balances                        | 280          | 6,200        |

#### 10 OTHER CREDITORS

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Amounts payable for the cancellation of shares | (616)        | (1,369)      |
| Accrued expenses                               | (6)          | (6)          |
| Amounts payable to ACD                         | (101)        | (126)        |
| Total other creditors                          | (723)        | (1,501)      |

#### 11 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders.

Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 8 and 10.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 10.

The fund invests in other sub-funds managed by Columbia Threadneedle, all transactions in respect of which are transacted with Threadneedle Investment Services Limited. Details of the investments are shown in the Portfolio Statement.

In addition this investment has produced a non-derivative security loss of £17,587,858 (2022: £18,144,340).

All transactions have been entered into in the ordinary course of business on normal commercial terms.

## CT Managed Bond Fund

### Notes to the financial statements

(continued)

#### 12 SHAREHOLDER FUNDS

CT Managed Bond Fund currently has four share classes; Class 1, Class 2, Class T and Class Z shares. The charges on each share class are as follows:

##### Annual management charge

|                |       |
|----------------|-------|
| Class 1 shares | 0.90% |
| Class 2 shares | 0.85% |
| Class T shares | 0.55% |
| Class Z shares | 0.55% |

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on page 34.

The distribution per share class is given in the distribution table on pages 32 to 33.

All classes have the same rights on winding up.

##### Reconciliation of shares

|  | 2023              |
|--|-------------------|
| <b>Class 1 – Gross accumulation shares</b> |                   |
| Opening shares                             | 17,821,950        |
| Shares issued                              | 640,971           |
| Shares redeemed                            | (3,141,413)       |
| Net conversions                            | (51,539)          |
| Closing shares                             | <u>15,269,969</u> |
| <b>Class 2 – Gross accumulation shares</b> |                   |
| Opening shares                             | 94,508,551        |
| Shares issued                              | 3,817,950         |
| Shares redeemed                            | (17,398,648)      |
| Net conversions                            | 6,578             |
| Closing shares                             | <u>80,934,431</u> |
| <b>Class T – Gross income shares</b>       |                   |
| Opening shares                             | 38,899,951        |
| Shares issued                              | 575,841           |
| Shares redeemed                            | (2,671,313)       |
| Net conversions                            | –                 |
| Closing shares                             | <u>36,804,479</u> |
| <b>Class Z – Gross accumulation shares</b> |                   |
| Opening shares                             | 87,641,642        |
| Shares issued                              | 151,933           |
| Shares redeemed                            | (17,746,517)      |
| Net conversions                            | 35,456            |
| Closing shares                             | <u>70,082,514</u> |

#### 13 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

##### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 5% market increase applied to the fund would result in an estimated increase in net asset value of the fund by 0.94% and vice versa (2022: 0.90%).

A 1.00% interest rate decrease applied to the fund would result in an estimated increase in net asset value of the fund by 6.25% and vice versa (2022: 4.10%).

##### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

##### Credit/Counterparty exposure

The following details exposure to counterparties obtained through the use of derivatives:

|                     | Forward Foreign Exchange<br>Contracts Exposure | Collateral<br>Pledged |
|---------------------|--|-----------------------|
| <b>2023</b>         |  |                       |
| <b>Counterparty</b> | <b>£000</b>                                    | <b>£000</b>           |
| Citigroup           | 180  | –                     |
| HSBC                | 295  | –                     |
| UBS                 | 483  | –                     |
| <b>2022</b>         |  |                       |
| <b>Counterparty</b> | <b>£000</b>                                    | <b>£000</b>           |
| Barclays            | 129  | –                     |
| HSBC                | –  | 2,400                 |
| UBS                 | –  | 150                   |

The fund held £1,000,000 (2022: £110,000) of collateral received from the fund's counterparties. The collateral held was in the form of cash. Collateral received is not owned by the fund and therefore is not included in the fund's cash balance.

Positive exposure represents the fund's exposure to that counterparty and not the fund's holdings with that counterparty.

##### Interest rate risk

Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

##### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

##### Derivative risks

Derivatives including forward foreign exchange contracts are employed when they are the cheapest and most efficient method of gaining exposure. This increases the risk profile of the fund and may result in a higher degree of volatility. All open positions are regularly reviewed by the fund manager. The fund has entered into various forward foreign exchange contracts during this accounting period. Such contracts commit the fund to future deliveries or receipts, typically three months forward, of assets and liabilities, at prices decided at the point of striking the contract. They therefore allow the fund manager to limit risk, or to enhance fund performance in return for the acceptance of greater risk.

At 25 May 2023, the fund had outstanding forward foreign exchange contracts with an asset value of £1,198,000 (2022: £643,000) and a liability value of £310,000 (2022: £3,757,000).

#### 14 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

| Valuation technique | 2023           |                     | 2022           |                     |
|---------------------|----------------|---------------------|----------------|---------------------|
|                     | Assets<br>£000 | Liabilities<br>£000 | Assets<br>£000 | Liabilities<br>£000 |
| Level 2             | 211,002        | (310)               | 264,205        | (3,757)             |
|                     | <u>211,002</u> | <u>(310)</u>        | <u>264,205</u> | <u>(3,757)</u>      |

#### 15 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

#### 16 PORTFOLIO TRANSACTION COSTS

During the period under review the fund's purchases and sales of collective investment schemes purchases and sales amounted to £23,107,190 (2022: £93,812,309) and £61,025,950 (2022: £65,344,726) respectively.

The purchases and sales are not subject to portfolio transaction costs.

At the balance sheet date, the portfolio dealing spread was Nil (25 May 2022: Nil), being the difference between the respective buying and selling prices for the fund's investments.

## CT Managed Bond Focused Fund

### Investment Report

#### Investment Objective and Policy

The Fund aims to provide a combination of income and long-term capital growth. It looks to outperform a composite index over rolling 3-year periods, after the deduction of charges.

This composite index comprises:

- 47.5% Bloomberg Global Aggregate ex GBP (GBP Hedged) Index,
- 20% Bloomberg Sterling Aggregate Index;
- 20% MSCI ACWI ex UK Index,
- 7.5% FTSE All-Share Index,
- 5% Sterling Overnight Index Average (SONIA)

The Fund is actively managed, and invests at least 80% of its assets in other funds. The Fund usually invests in other Columbia Threadneedle funds, however, funds managed by companies outside the Columbia Threadneedle group may also be held, when this is considered appropriate. These funds may invest worldwide.

The Fund focuses on investment in funds providing exposure to bonds (including corporate and government bonds), and to a lesser extent, funds investing in equities (company shares), particularly the shares of UK companies.

The balance of the exposure between these different asset types may vary over time, however, equity exposure will usually not exceed 35% of the Fund's value, under normal market conditions.

The Fund may also hold money market instruments, deposits, cash, and near cash. Derivatives may be used with the aim of reducing risk or managing the Fund more efficiently, and up to 20% of the value of the Fund may be invested in funds that use derivatives for investment purposes.

The composite index is representative of the Fund's investment exposure, and provides a suitably weighted target benchmark of global investment grade bonds (hedged to sterling), investment grade sterling-denominated bonds, global equities (excluding the UK), UK equities, and cash, against which Fund performance can be evaluated over time.

#### Performance of Gross Accumulation Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT Managed Bond Focused Fund has fallen from 123.04p to 116.08p.

For comparison, using noon prices, the performance of the Class 2 share class was -5.73% compared to a return of -3.87% for the Morningstar UK Unit Trusts/OEICs – IA Mixed Investment 0-35% Shares Peer Group (on a bid to bid basis, with income reinvested for a UK basic rate taxpayer).

For information purposes, using global close prices, the Composite Index (Bloomberg Global Aggregate ex GBP (Hedged) to GBP) Index 47.50%, Bloomberg Sterling Aggregate Index 20%, MSCI ACWI ex UK Index 20%, FTSE All Share Index 7.5%, SONIA 5%) has a total return of -2.72%.

#### Market Overview and Portfolio Activity

The 12 months under review constituted a volatile period for financial markets. With inflation far above target in many developed economies, investors struggled to gauge how far central banks would have to raise interest rates to contain it,

and whether policymakers could do so without tipping their respective economies into recession. Most fixed-income assets lost value, while equity markets typically finished higher, albeit after a rollercoaster ride. The main developed equity regions outperformed emerging markets (EMs), which were little changed in aggregate. Commodities were very weak overall, having risen sharply over the preceding year. Lingering supply issues from the pandemic and more recent ones related to Russia's invasion of Ukraine pushed inflation to multi-decade highs in the US, eurozone and UK. US inflation breached the 9% mark in June (reported in July) before easing over the remainder of the period. Inflation in the UK was the most stubborn. Having peaked above 11% in October, it did not return to single figures until April – and even then, core inflation (which excludes energy and food prices) hit its highest level since 1992.

Core government bonds such as US Treasuries, German Bunds and UK gilts weakened over the year as aggressive interest-rate rises by the Federal Reserve (Fed), European Central Bank (ECB) and Bank of England (BoE) rendered fixed-interest payments less attractive. In addition, UK gilts were extremely volatile during late September and October in response to the unfunded tax-cutting plans of the then chancellor, Kwasi Kwarteng, and their reversal by his successor.

The Fed, ECB and BoE slowed the pace of rate rises after November, as the inflationary tide appeared to be turning. Nevertheless, all three continued to increase borrowing costs at every subsequent opportunity – including hikes each after the collapse of Silicon Valley Bank and other lenders in March. As the period ended, markets were pricing in further rate hikes by all three central banks, with the BoE seen as having the most still to do.

Meanwhile, equities – and to a lesser extent corporate bond spreads (the yield difference between corporate and risk-free government bond yields) – were buffeted throughout the year as fears of recession waxed and waned. In the first half of the period, economic forecasts generally deteriorated amid worries about the impact of soaring inflation, rising interest rates, ongoing Covid lockdowns in China and the potential for European energy shortages linked to the war in Ukraine. At the same time, however, risk assets were supported by surprisingly resilient company results. Towards the end of 2022, confidence about the global economy was bolstered by signs of easing inflation and anticipation that China might be preparing to move away from its zero-Covid strategy (as duly transpired). The economic optimism continued into the new year, notably with regard to Europe. In January, for example, the flash composite purchasing managers' index (PMI) for the eurozone unexpectedly returned to growth territory. Together with plunging natural gas prices, this sparked hopes that the region might avoid recession after all.

In February, it emerged that the UK economy had flatlined in Quarter 4 rather than shrinking as expected, raising the possibility that it too might escape recession this year. Nevertheless, the twin spectres of inflation and interest-rates were never far away. The same month saw global equities and bonds weaken as strong labour-market and inflation data in the US and eurozone pushed interest-rate expectations higher again. March was dominated by the banking crisis already mentioned, which triggered a brief spell of intense volatility before concerted action by various financial authorities allayed contagion fears.

Markets were largely calmer over the remainder of the period. One minor exception was a volatility spike in early May, amid news of further trouble

among regional US lenders. Another, which was accompanied by a jump in US Treasury yields, came in the final days of the period, as negotiations about the US debt ceiling went to the wire.

Overall, the MSCI All Country World Index (ACWI) of equities rose 6.2% in local-currency terms and 6.8% in sterling. Japan was strongest in local terms. A weakening in the yen – as relatively low inflation allowed the Bank of Japan to maintain its ultra-loose monetary policy – helped the export-heavy market in yen terms, though it roughly halved the return in sterling. Europe ex UK was comfortably ahead of the ACWI as recession fears eased, while the US was roughly in line. The UK trailed the global index, while emerging markets and developed Asia ex Japan brought up the rear.

In fixed income, core bond yields rose across the board. Gilts underperformed their US and German counterparts, partly reflecting the relative persistence of inflation in the UK versus Europe and especially the US. Global investment-grade (IG) credit spreads were surprisingly little changed given the volatility, tightening by around 3% in risk adjusted terms, while spreads in the euro high-yield (HY) market tightened by about 9% on the same basis.

As regards activity, we cut the fund's equity exposure over the period, as our Asset Allocation Strategy Group (AASG) downgraded equities from favour to neutral in September. We became more cautious about the outlook for the asset class in the near term due to growth and monetary policy headwinds. We trimmed our equity holdings in every region, with the biggest reductions in the UK and US markets. For the former, we elected to take some profits following the strong absolute and relative performance of the portfolio in 2022. Nevertheless, the UK remains one of our favoured equity markets. In January, our AASG downgraded US equities from favour to neutral; the US is a relatively expensive market and we have particular concerns over margin vulnerability and wage pressures.

In fixed income, we became more positive on duration (which measures sensitivity to changes in interest rates) as the year progressed. At current yield levels, we believe that government bonds offer an attractive level of income and increased diversification benefits. Meanwhile, valuations in IG are reasonable, while corporate credit quality is holding up well.

We cut exposure to HY credit. The AASG downgraded HY to neutral in response to a worsening global growth outlook and a period of outperformance versus IG credit. We also reduced the allocations to EM and Asian debt.

Looking ahead, we believe that there is likely to be a slowdown in growth versus the trend level, accompanied by reduced, but still above-trend inflation. Globally, disinflation combined with restrictive monetary policy suggests a constructive fundamental outlook for core government bonds, where yield premia are historically high compared with long-term GDP forecasts. For corporate credit, where valuations look reasonable rather than compelling, the low growth outlook should result in below-average excess returns over core bonds in the year ahead, but likely outperformance versus equities.

For equities, meanwhile, sluggish growth presents a mild risk to company earnings. Of more concern, however, global equity valuations (on a price to earnings basis) now look historically high both in absolute terms and relative to other asset classes, such as credit.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

|   | Notes | 2023<br>£000    | 2022<br>£000    |
|---|-------|-----------------|-----------------|
| Income  |       |                 |                 |
| Net capital losses  | 2     | (17,063)        | (20,810)        |
| Revenue   | 3     | 5,189           | 4,101           |
| Expenses  | 4     | (1,884)         | (2,412)         |
| Interest payable and similar charges  | 5     | (2)             | –               |
| Net revenue before taxation   |       | 3,303           | 1,689           |
| Taxation  | 6     | –               | –               |
| Net revenue after taxation  |       | 3,303           | 1,689           |
| Total return before distributions   |       | (13,760)        | (19,121)        |
| Distributions   | 7     | (3,305)         | (1,692)         |
| <b>Change in net assets attributable to shareholders from investment activities</b> |       | <b>(17,065)</b> | <b>(20,813)</b> |

### BALANCE SHEET

as at 25 May 2023

|  | Notes | 2023<br>£000   | 2022<br>£000   |
|--|-------|----------------|----------------|
| <b>Assets:</b>                                 |       |                |                |
| <b>Fixed assets:</b>                           |       |                |                |
| Investments                                    |       | 214,496        | 262,767        |
| <b>Current assets:</b>                         |       |                |                |
| Debtors  | 8     | 1,037          | 4,559          |
| Cash and bank balances                         | 9     | 844            | 3,892          |
| Total assets                                   |       | 216,377        | 271,218        |
| <b>Liabilities:</b>                            |       |                |                |
| <b>Investment liabilities</b>                  |       | (246)          | (2,810)        |
| <b>Creditors:</b>                              |       |                |                |
| Distribution payable                           |       | (6)            | (3)            |
| Other creditors                                | 10    | (680)          | (1,838)        |
| Total liabilities                              |       | (932)          | (4,651)        |
| <b>Net assets attributable to shareholders</b> |       | <b>215,445</b> | <b>266,567</b> |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000   | 2022<br>£000   |
|--|----------------|----------------|
| <b>Opening net assets attributable to shareholders</b>   | 266,567        | 323,194        |
| Amounts receivable on the issue of shares  | 5,221          | 14,304         |
| Amounts payable on the cancellation of shares  | (42,354)       | (51,743)       |
|  | (37,133)       | (37,439)       |
| Dilution adjustment  | 1              | –              |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | (17,065)       | (20,813)       |
| Retained distribution on accumulation shares   | 3,075          | 1,625          |
| <b>Closing net assets attributable to shareholders</b>   | <b>215,445</b> | <b>266,567</b> |

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

Interest distribution in pence per share

#### Class 1 – Gross income shares

| Distribution Period                      | Gross Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |               |              |                                     |                             |
| 26/05/22 to 25/05/23                     | 1.0898        | –            | 1.0898                              | –                           |
| <b>Group 2</b>                           |               |              |                                     |                             |
| 26/05/22 to 25/05/23                     | 1.0898        | –            | 1.0898                              | –                           |
| <b>Total distributions in the period</b> |               |              | <b>1.0898</b>                       | <b>–</b>                    |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

## CT Managed Bond Focused Fund

### DISTRIBUTION TABLE

(continued)

#### Class 1 – Gross accumulation shares

| Distribution Period                      | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 1.2181        | –            | 1.2181                              | 0.2797                              |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 0.8931        | 0.3250       | 1.2181                              | 0.2797                              |
| <b>Total distributions in the period</b> |               |              | <b>1.2181</b>                       | <b>0.2797</b>                       |

#### Class 2 – Gross accumulation shares

| Distribution Period                      | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 1.5043        | –            | 1.5043                              | 0.5857                              |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 1.0013        | 0.5030       | 1.5043                              | 0.5857                              |
| <b>Total distributions in the period</b> |               |              | <b>1.5043</b>                       | <b>0.5857</b>                       |

#### Class Z – Gross income shares

| Distribution Period                      | Gross Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 1.5250        | –            | 1.5250                              | 0.8114                      |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 1.5250        | –            | 1.5250                              | 0.8114                      |
| <b>Total distributions in the period</b> |               |              | <b>1.5250</b>                       | <b>0.8114</b>               |

#### Class Z – Gross accumulation shares

| Distribution Period                      | Gross Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 1.9657        | –            | 1.9657                              | 1.0312                              |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 1.1099        | 0.8558       | 1.9657                              | 1.0312                              |
| <b>Total distributions in the period</b> |               |              | <b>1.9657</b>                       | <b>1.0312</b>                       |

Group 2: shares purchased during a distribution period.

## CT Managed Bond Focused Fund

### Comparative Table Disclosure

|   | Class 1 – Gross income shares       |            |                         | Class 1 – Gross accumulation shares |            |                         |
|---|-------------------------------------|------------|-------------------------|-------------------------------------|------------|-------------------------|
|   | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |            |                         |                                     |            |                         |
| Opening net asset value per share (p)             | 104.28                              | 112.26     | 112.79                  | 118.32                              | 127.38     | 127.99                  |
| Return before operating charges (p)               | (4.75)                              | (6.66)     | (0.37)                  | (5.41)                              | (7.54)     | (0.43)                  |
| Operating charges (p)                             | (1.18)                              | (1.32)     | (0.16)                  | (1.34)                              | (1.52)     | (0.18)                  |
| Return after operating charges (p)*               | (5.93)                              | (7.98)     | (0.53)                  | (6.75)                              | (9.06)     | (0.61)                  |
| Distributions (p)                                 | (1.09)                              | –          | –                       | (1.22)                              | (0.28)     | –                       |
| Retained distributions on accumulation shares (p) | –                                   | –          | –                       | 1.22                                | 0.28       | –                       |
| Closing net asset value per share (p)             | 97.26                               | 104.28     | 112.26                  | 111.57                              | 118.32     | 127.38                  |
| *after direct transaction costs of (p)            | –                                   | –          | –                       | –                                   | –          | –                       |
| <b>Performance</b>                                |                                     |            |                         |                                     |            |                         |
| Return after charges (%)                          | (5.69)                              | (7.11)     | (0.47)                  | (5.70)                              | (7.11)     | (0.48)                  |
| <b>Other information</b>                          |                                     |            |                         |                                     |            |                         |
| Closing net asset value (£000)                    | 8                                   | 9          | 112                     | 28,645                              | 37,619     | 58,184                  |
| Closing number of shares                          | 8,722                               | 8,722      | 100,041                 | 25,673,733                          | 31,794,710 | 45,676,392              |
| Operating charges (%)**                           | 1.18                                | 1.16       | 1.23 <sup>1</sup>       | 1.19                                | 1.19       | 1.23 <sup>1</sup>       |
| Direct transaction costs (%)***                   | –                                   | –          | –                       | –                                   | –          | –                       |
| <b>Prices</b>                                     |                                     |            |                         |                                     |            |                         |
| Highest share price (p)                           | 106.12                              | 117.29     | 113.40                  | 120.41                              | 133.08     | 128.68                  |
| Lowest share price (p)                            | 93.73                               | 103.83     | 110.61                  | 106.34                              | 117.80     | 125.52                  |
|   | Class 2 – Gross accumulation shares |            |                         | Class Z – Gross income shares       |            |                         |
|   | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |            |                         |                                     |            |                         |
| Opening net asset value per share (p)             | 122.81                              | 131.96     | 132.55                  | 100.47                              | 108.49     | 108.94                  |
| Return before operating charges (p)               | (5.61)                              | (7.84)     | (0.43)                  | (4.58)                              | (6.46)     | (0.36)                  |
| Operating charges (p)                             | (1.16)                              | (1.31)     | (0.16)                  | (0.67)                              | (0.75)     | (0.09)                  |
| Return after operating charges (p)*               | (6.77)                              | (9.15)     | (0.59)                  | (5.25)                              | (7.21)     | (0.45)                  |
| Distributions (p)                                 | (1.50)                              | (0.59)     | –                       | (1.53)                              | (0.81)     | –                       |
| Retained distributions on accumulation shares (p) | 1.50                                | 0.59       | –                       | –                                   | –          | –                       |
| Closing net asset value per share (p)             | 116.04                              | 122.81     | 131.96                  | 93.69                               | 100.47     | 108.49                  |
| *after direct transaction costs of (p)            | –                                   | –          | –                       | –                                   | –          | –                       |
| <b>Performance</b>                                |                                     |            |                         |                                     |            |                         |
| Return after charges (%)                          | (5.51)                              | (6.93)     | (0.45)                  | (5.23)                              | (6.65)     | (0.41)                  |
| <b>Other information</b>                          |                                     |            |                         |                                     |            |                         |
| Closing net asset value (£000)                    | 73,401                              | 88,829     | 104,878                 | 367                                 | 380        | 368                     |
| Closing number of shares                          | 63,254,259                          | 72,328,253 | 79,479,543              | 391,629                             | 378,817    | 339,346                 |
| Operating charges (%)**                           | 0.99                                | 0.99       | 1.02 <sup>1</sup>       | 0.69                                | 0.69       | 0.71 <sup>1</sup>       |
| Direct transaction costs (%)***                   | –                                   | –          | –                       | –                                   | –          | –                       |
| <b>Prices</b>                                     |                                     |            |                         |                                     |            |                         |
| Highest share price (p)                           | 125.04                              | 138.01     | 133.27                  | 102.36                              | 113.65     | 109.54                  |
| Lowest share price (p)                            | 110.47                              | 122.27     | 130.01                  | 90.47                               | 100.66     | 106.89                  |



## CT Managed Bond Focused Fund

### Comparative Table Disclosure

(continued)

|   | Class Z – Gross accumulation shares |             |                         |
|---|-------------------------------------|-------------|-------------------------|
|   | 25/05/2023                          | 25/05/2022  | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |             |                         |
| Opening net asset value per share (p)             | 129.47                              | 138.69      | 139.26                  |
| Return before operating charges (p)               | (5.91)                              | (8.26)      | (0.45)                  |
| Operating charges (p)                             | (0.86)                              | (0.96)      | (0.12)                  |
| Return after operating charges (p)*               | (6.77)                              | (9.22)      | (0.57)                  |
| Distributions (p)                                 | (1.97)                              | (1.03)      | –                       |
| Retained distributions on accumulation shares (p) | 1.97                                | 1.03        | –                       |
| Closing net asset value per share (p)             | 122.70                              | 129.47      | 138.69                  |
| *after direct transaction costs of (p)            | –                                   | –           | –                       |
| <b>Performance</b>                                |                                     |             |                         |
| Return after charges (%)                          | (5.23)                              | (6.65)      | (0.41)                  |
| <b>Other information</b>                          |                                     |             |                         |
| Closing net asset value (£000)                    | 113,024                             | 139,730     | 159,652                 |
| Closing number of shares                          | 92,117,322                          | 107,927,082 | 115,115,795             |
| Operating charges (%)**                           | 0.69                                | 0.69        | 0.71 <sup>1</sup>       |
| Direct transaction costs (%)***                   | –                                   | –           | –                       |
| <b>Prices</b>                                     |                                     |             |                         |
| Highest share price (p)                           | 131.90                              | 145.29      | 140.02                  |
| Lowest share price (p)                            | 116.59                              | 128.68      | 136.63                  |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. The calculation includes the fund's share of the expenses of the underlying fund less any fee rebates received. The share of costs of the underlying funds may fluctuate due to changes in investment decisions, which may be required as a result of changes in market conditions. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

<sup>1</sup>Commenced 9 April 2021.

<sup>1</sup>The Ongoing Charges Figure is annualised based on the fees incurred since commencement date.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.

## CT Managed Bond Focused Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL LOSSES

Net capital losses during the period comprise:

|   | 2023     | 2022     |
|---|----------|----------|
|   | £000     | £000     |
| Non-derivative securities*                            | (16,823) | (16,140) |
| Forward currency contracts                            | 151      | (5,668)  |
| Other (losses)/gains                                  | (391)    | 998      |
| Net capital losses                                    | (17,063) | (20,810) |
| The non-derivative securities balance above includes: |          |          |
| Realised (losses)/gains*                              | (2,523)  | 73       |
| Unrealised losses*                                    | (14,300) | (16,213) |
|   | (16,823) | (16,140) |

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

#### 3 REVENUE

|                                  | 2023  | 2022  |
|----------------------------------|-------|-------|
|                                  | £000  | £000  |
| Franked dividend distributions   | 1,146 | 1,228 |
| Unfranked dividend distributions | 3,985 | 2,872 |
| Bank interest                    | 58    | 1     |
| Total revenue                    | 5,189 | 4,101 |

#### 4 EXPENSES

|  | 2023    | 2022    |
|--|---------|---------|
|  | £000    | £000    |
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |         |         |
| Annual management charge   | (1,835) | (2,355) |
|  | (1,835) | (2,355) |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |         |         |
| Depositary fees  | (29)    | (37)    |
| Safe custody fees  | (9)     | (9)     |
|  | (38)    | (46)    |
| Other expenses:  |         |         |
| Audit fees   | (11)    | (11)    |
|  | (11)    | (11)    |
| Total expenses*  | (1,884) | (2,412) |

\*Including irrecoverable VAT where applicable.

#### 5 INTEREST PAYABLE AND SIMILAR CHARGES

|  | 2023 | 2022 |
|--|------|------|
|  | £000 | £000 |
| Interest payable                           | (2)  | –    |
| Total interest payable and similar charges | (2)  | –    |

#### 6 TAXATION

|   | 2023  | 2022  |
|---|-------|-------|
|   | £000  | £000  |
| <b>a) Analysis of charge in period</b>  |       |       |
| Total current tax (note 6b)   | –     | –     |
| Total tax charge for the period   | –     | –     |
| <b>b) Factors affecting taxation charge for period</b>  |       |       |
| Net revenue before taxation   | 3,303 | 1,689 |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (661) | (338) |

|   | 2023 | 2022 |
|---|------|------|
|   | £000 | £000 |
| Effects of:                             |      |      |
| Revenue not subject to taxation         | 229  | 246  |
| Excess expenses                         | –    | 42   |
| Distributions treated as tax deductible | 432  | 51   |
| Conversion transfer from capital        | –    | (1)  |
| Current tax charge for period (note 6a) | –    | –    |

Interest distributions were made in respect of all distributions during the prior period.

#### 7 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023  | 2022  |
|---|-------|-------|
|   | £000  | £000  |
| Final   | 3,081 | 1,629 |
|   | 3,081 | 1,629 |
| Add: Revenue deducted on the cancellation of shares | 246   | 98    |
| Deduct: Revenue received on the creation of shares  | (22)  | (35)  |
| Net distribution for the period                     | 3,305 | 1,692 |
| Net revenue after taxation                          | 3,303 | 1,689 |
| Equalisation on conversion                          | 1     | 3     |
| Shortfall transfer from capital to revenue          | 1     | –     |
| Total distributions                                 | 3,305 | 1,692 |

Details of the distribution per share and any share class with a shortfall are set out in the table on pages 37 to 38.

#### 8 DEBTORS

|  | 2023  | 2022  |
|--|-------|-------|
|  | £000  | £000  |
| Amounts receivable for the issue of shares | 56    | 26    |
| Sales awaiting settlement                  | 979   | 4,533 |
| Accrued revenue                            | 2     | –     |
| Total debtors                              | 1,037 | 4,559 |

#### 9 CASH AND BANK BALANCES

|   | 2023 | 2022  |
|---|------|-------|
|   | £000 | £000  |
| Amounts held at futures clearing houses and brokers | –    | 1,660 |
| Cash and bank balances                              | 844  | 2,232 |
| Total cash and bank balances                        | 844  | 3,892 |

#### 10 OTHER CREDITORS

|  | 2023  | 2022    |
|--|-------|---------|
|  | £000  | £000    |
| Amounts payable for the cancellation of shares | (155) | (623)   |
| Purchases awaiting settlement                  | (403) | (1,067) |
| Accrued expenses                               | (6)   | (6)     |
| Amounts payable to ACD                         | (116) | (142)   |
| Total other creditors                          | (680) | (1,838) |

#### 11 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders.

Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 8 and 10.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 10.

The fund invests in other sub-funds managed by Columbia Threadneedle, all transactions in respect of which are transacted with Threadneedle Investment Services Limited. Details of the investments are shown in the Portfolio Statement. In addition this investment has produced a non-derivative security loss of £14,299,985 (2022: £16,212,918).

All transactions have been entered into in the ordinary course of business on normal commercial terms.

## CT Managed Bond Focused Fund

### Notes to the financial statements

(continued)

#### 12 SHAREHOLDER FUNDS

CT Managed Bond Focused Fund currently has three share classes; Class 1, Class 2 and Class Z shares. The charges on each share class are as follows:

##### Annual management charge

|                |       |
|----------------|-------|
| Class 1 shares | 1.10% |
| Class 2 shares | 0.90% |
| Class Z shares | 0.60% |

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on pages 39 to 40. The distribution per share class is given in the distribution table on pages 37 to 38.

All classes have the same rights on winding up.

##### Reconciliation of shares

|  | 2023         |
|--|--------------|
| <b>Class 1 – Gross income shares</b>       |              |
| Opening shares                             | 8,722        |
| Shares issued                              | –            |
| Shares redeemed                            | –            |
| Net conversions                            | –            |
| Closing shares                             | 8,722        |
| <b>Class 1 – Gross accumulation shares</b> |              |
| Opening shares                             | 31,794,710   |
| Shares issued                              | 1,063,503    |
| Shares redeemed                            | (7,085,431)  |
| Net conversions                            | (99,049)     |
| Closing shares                             | 25,673,733   |
| <b>Class 2 – Gross accumulation shares</b> |              |
| Opening shares                             | 72,328,253   |
| Shares issued                              | 2,020,413    |
| Shares redeemed                            | (10,751,153) |
| Net conversions                            | (343,254)    |
| Closing shares                             | 63,254,259   |
| <b>Class Z – Gross Income shares</b>       |              |
| Opening shares                             | 378,817      |
| Shares issued                              | 4            |
| Shares redeemed                            | (6,667)      |
| Net conversions                            | 19,475       |
| Closing shares                             | 391,629      |
| <b>Class Z – Gross accumulation shares</b> |              |
| Opening shares                             | 107,927,082  |
| Shares issued                              | 1,327,203    |
| Shares redeemed                            | (17,537,039) |
| Net conversions                            | 400,076      |
| Closing shares                             | 92,117,322   |

#### 13 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

##### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 5% market increase applied to the fund would result in an estimated increase in net asset value of the fund by 1.52% and vice versa (2022: 1.55%).

A 1.00% interest rate decrease applied to the fund would result in an estimated increase in net asset value of the fund by 5.29% and vice versa (2022: 3.82%).

##### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

##### Credit/Counterparty exposure

The following details exposure to counterparties obtained through the use of derivatives:

| 2023                | Forward Foreign Exchange<br>Contracts Exposure | Collateral<br>Pledged |
|---------------------|--|-----------------------|
|                     | £000   | £000                  |
| <b>Counterparty</b> |  |                       |
| Barclays            | 97   | –                     |
| Citigroup           | 53   | –                     |
| HSBC                | 344  | –                     |
| Lloyds              | 22   | –                     |
| UBS                 | 387  | –                     |

| 2022                | Forward Foreign Exchange<br>Contracts Exposure | Collateral<br>Pledged |
|---------------------|--|-----------------------|
|                     | £000   | £000                  |
| <b>Counterparty</b> |  |                       |
| Barclays            | 79   | –                     |
| HSBC                | –  | 1,620                 |
| UBS                 | –  | 40                    |

The fund held £1,120,000 (2022: £Nil) of collateral received from the fund's counterparties. The collateral held was in the form of cash. Collateral received is not owned by the fund and therefore is not included in the fund's cash balance.

Positive exposure represents the fund's exposure to that counterparty and not the fund's holdings with that counterparty.

##### Interest rate risk

Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

##### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

##### Derivative risks

Derivatives including forward foreign exchange contracts are employed when they are the cheapest and most efficient method of gaining exposure. This increases the risk profile of the fund and may result in a higher degree of volatility. All open positions are regularly reviewed by the fund manager. The fund has entered into various forward foreign exchange contracts during this accounting period. Such contracts commit the fund to future deliveries or receipts, typically three months forward, of assets and liabilities, at prices decided at the point of striking the contract. They therefore allow the fund manager to limit risk, or to enhance fund performance in return for the acceptance of greater risk.

At 25 May 2023, the fund had outstanding forward foreign exchange contracts with an asset value of £1,149,000 (2022: £571,000) and a liability value of £246,000 (2022: £2,810,000).

#### 14 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

| Valuation technique | 2023           |                     | 2022           |                     |
|---------------------|----------------|---------------------|----------------|---------------------|
|                     | Assets<br>£000 | Liabilities<br>£000 | Assets<br>£000 | Liabilities<br>£000 |
| Level 2             | 214,496        | (246)               | 262,767        | (2,810)             |
|                     | 214,496        | (246)               | 262,767        | (2,810)             |

#### 15 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

#### 16 PORTFOLIO TRANSACTION COSTS

During the period under review the fund's purchases and sales of collective investment schemes purchases and sales amounted to £26,915,963 (2022: £41,486,240) and £64,073,364 (2022: £90,427,485) respectively.

The purchases and sales are not subject to portfolio transaction costs.

At the balance sheet date, the portfolio dealing spread was Nil (25 May 2022: Nil), being the difference between the respective buying and selling prices for the fund's investments.

## CT Managed Equity & Bond Fund

### Investment Report

#### Investment Objective and Policy

The Fund aims to provide a combination of long-term capital growth and income. It looks to outperform a composite index over rolling 3-year periods, after the deduction of charges.

This composite index comprises:

- 35% MSCI ACWI ex UK Index,
- 31.5% Bloomberg Global Aggregate ex GBP (GBP Hedged) Index,
- 15% FTSE All-Share Index,
- 13.5% Bloomberg Sterling Aggregate Index,
- 5% Sterling Overnight Index Average (SONIA)

The Fund is actively managed, and invests at least 80% of its assets in other funds. The Fund usually invests in other Columbia Threadneedle funds, however, funds managed by companies outside the Columbia Threadneedle group may also be held, when this is considered appropriate. These funds may invest worldwide. The Fund focuses on investment in funds providing exposure to equities (company shares), and bonds (including corporate and government bonds).

The balance of the exposure to these different asset types may vary over time, however, equity exposure will usually not exceed 60% of the Fund's value, with at least 30% exposure maintained to bonds, under normal market conditions.

The Fund may also hold money market instruments, deposits, cash, and near cash. Derivatives may be used with the aim of reducing risk or managing the Fund more efficiently, and up to 20% of the value of the Fund may be invested in funds that use derivatives for investment purposes.

The composite index is representative of the Fund's investment exposure, and provides a suitably weighted target benchmark of global equities (excluding the UK), investment grade bonds (hedged to sterling), UK equities, investment grade sterling denominated bonds, and cash, against which Fund performance will be evaluated over time.

#### Performance of Gross Accumulation Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT Managed Equity & Bond Fund has fallen from 172.92p to 168.91p.

For comparison, using noon prices, the performance of the Class 2 share class was -3.34% compared to a return of -2.73% for the Morningstar UK Unit Trusts/OEICs – IA Mixed Investment 20-60% Shares Peer Group (on a bid to bid basis, with income reinvested for a UK basic rate taxpayer).

For information purposes, using global close prices, the Composite Index (MSCI ACWI ex UK Index 35%, Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 31.50%, FTSE All Share Index 15%, Bloomberg Sterling Aggregate Index 13.50%, SONIA 5%) has a total return of -0.88%.

#### Market Overview and Portfolio Activity

The 12 months under review constituted a volatile period for financial markets. With inflation far above target in many developed economies, investors struggled to gauge how far central banks would have to raise interest rates to contain it, and whether policymakers could do so without tipping their respective economies into recession. Most fixed-income assets lost value, while equity markets typically

finished higher, albeit after a rollercoaster ride. The main developed equity regions outperformed emerging markets (EMs), which were little changed in aggregate. Commodities were very weak overall, having risen sharply over the preceding year. Lingered supply issues from the pandemic and more recent ones related to Russia's invasion of Ukraine pushed inflation to multi-decade highs in the US, eurozone and UK. US inflation breached the 9% mark in June (reported in July) before easing over the remainder of the period. Inflation in the UK was the most stubborn. Having peaked above 11% in October, it did not return to single figures until April – and even then, core inflation (which excludes energy and food prices) hit its highest level since 1992.

Core government bonds such as US Treasuries, German Bunds and UK gilts weakened over the year as aggressive interest-rate rises by the Federal Reserve (Fed), European Central Bank (ECB) and Bank of England (BoE) rendered fixed-interest payments less attractive. In addition, UK gilts were extremely volatile during late September and October in response to the unfunded tax-cutting plans of the then chancellor, Kwasi Kwarteng, and their reversal by his successor.

The Fed, ECB and BoE slowed the pace of rate rises after November, as the inflationary tide appeared to be turning. Nevertheless, all three continued to increase borrowing costs at every subsequent opportunity – including hikes each after the collapse of Silicon Valley Bank and other lenders in March. As the period ended, markets were pricing in further rate hikes by all three central banks, with the BoE seen as having the most still to do.

Meanwhile, equities – and to a lesser extent corporate bond spreads (the yield difference between corporate and risk-free government bond yields) – were buffeted throughout the year as fears of recession waxed and waned. In the first half of the period, economic forecasts generally deteriorated amid worries about the impact of soaring inflation, rising interest rates, ongoing Covid lockdowns in China and the potential for European energy shortages linked to the war in Ukraine. At the same time, however, risk assets were supported by surprisingly resilient company results.

Towards the end of 2022, confidence about the global economy was bolstered by signs of easing inflation and anticipation that China might be preparing to move away from its zero-Covid strategy (as duly transpired). The economic optimism continued into the new year, notably with regard to Europe. In January, for example, the flash composite purchasing managers' index (PMI) for the eurozone unexpectedly returned to growth territory. Together with plunging natural gas prices, this sparked hopes that the region might avoid recession after all.

In February, it emerged that the UK economy had flattened in Quarter 4 rather than shrinking as expected, raising the possibility that it too might escape recession this year. Nevertheless, the twin spectres of inflation and interest-rates were never far away. The same month saw global equities and bonds weaken as strong labour-market and inflation data in the US and eurozone pushed interest-rate expectations higher again. March was dominated by the banking crisis already mentioned, which triggered a brief spell of intense volatility before concerted action by various financial authorities allayed contagion fears.

Markets were largely calmer over the remainder of the period. One minor exception was a volatility spike in early May, amid news of further trouble among regional US lenders. Another, which was accompanied by a jump in US Treasury yields, came in the final days of the period, as negotiations about the

US debt ceiling went to the wire.

Overall, the MSCI All Country World Index (ACWI) of equities rose 6.2% in local-currency terms and 6.8% in sterling. Japan was strongest in local terms. A weakening in the yen – as relatively low inflation allowed the Bank of Japan to maintain its ultra-loose monetary policy – helped the export-heavy market in yen terms, though it roughly halved the return in sterling. Europe ex UK was comfortably ahead of the ACWI as recession fears eased, while the US was roughly in line. The UK trailed the global index, while emerging markets and developed Asia ex Japan brought up the rear.

In fixed income, core bond yields rose across the board. Gilts underperformed their US and German counterparts, partly reflecting the relative persistence of inflation in the UK versus Europe and especially the US. Global investment-grade (IG) credit spreads were surprisingly little changed given the volatility, tightening by around 3% in risk adjusted terms, while spreads in the euro high-yield (HY) market tightened by about 9% on the same basis.

As regards activity, we cut the fund's equity exposure over the period, as our Asset Allocation Strategy Group (AASG) downgraded equities from favour to neutral in September. We became more cautious about the outlook for the asset class in the near term due to growth and monetary policy headwinds. We trimmed our equity holdings in every region, with the biggest reductions in the UK and US markets and the smallest reduction in Asian equities. For UK equities, we elected to take some profits following the strong absolute and relative performance of the portfolio. Nevertheless, the UK remains one of our favoured equity markets.

Turning to US equities, our AASG downgraded them from favour to neutral in January. Although the US market is home to secular growth opportunities that don't exist elsewhere, it is a relatively expensive market and we have particular concerns over margin vulnerability and wage pressures.

In fixed income, we increased exposure to government bonds, primarily through the purchase of UK gilts. At current yield levels, we believe that government bonds offer an attractive level of income and increased diversification benefits. In credit, we switched some exposure from the short-dated sterling IG fund into its longer dated counterparts as we became more positive on duration (which measures sensitivity to changes in interest rates) as the year progressed. Valuations in IG are reasonable, while corporate credit quality is holding up well. We also reduced the allocations to HY, EM and Asian debt.

Looking ahead, we believe that there is likely to be a slowdown in growth versus the trend level, accompanied by reduced, but still above-trend inflation. Globally, disinflation combined with restrictive monetary policy suggests a constructive fundamental outlook for core government bonds, where yield premia are historically high compared with long-term GDP forecasts. For corporate credit, where valuations look reasonable rather than compelling, the low growth outlook should result in below-average excess returns over core bonds in the year ahead, but likely outperformance versus equities.

For equities, meanwhile, sluggish growth presents a mild risk to company earnings. Of more concern, however, global equity valuations (on a price to earnings basis) now look historically high both in absolute terms and relative to other asset classes, such as credit.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

|   | Notes | 2023<br>£000 | 2022<br>£000 |
|---|-------|--------------|--------------|
| <b>Income</b>   |       |              |              |
| Net capital losses  | 2     | (41,573)     | (95,948)     |
| Revenue   | 3     | 24,977       | 21,056       |
| Expenses  | 4     | (9,774)      | (11,958)     |
| Interest payable and similar charges  | 5     | (4)          | –            |
| Net revenue before taxation   |       | 15,199       | 9,098        |
| Taxation  | 6     | (199)        | –            |
| Net revenue after taxation  |       | 15,000       | 9,098        |
| <b>Total return before distributions</b>  |       | (26,573)     | (86,850)     |
| Distributions   | 7     | (15,014)     | (9,107)      |
| <b>Change in net assets attributable to shareholders from investment activities</b> |       | (41,587)     | (95,957)     |

### BALANCE SHEET

as at 25 May 2023

|  | Notes | 2023<br>£000     | 2022<br>£000     |
|--|-------|------------------|------------------|
| <b>Assets:</b>                                 |       |                  |                  |
| <b>Fixed assets:</b>                           |       |                  |                  |
| Investments                                    |       | 1,095,369        | 1,286,855        |
| <b>Current assets:</b>                         |       |                  |                  |
| Debtors  | 8     | 8,049            | 9,869            |
| Cash and bank balances                         | 9     | 534              | 13,417           |
| <b>Total assets</b>                            |       | <b>1,103,952</b> | <b>1,310,141</b> |
| <b>Liabilities:</b>                            |       |                  |                  |
| <b>Investment liabilities</b>                  |       | (814)            | (8,124)          |
| <b>Creditors:</b>                              |       |                  |                  |
| Distribution payable                           |       | (690)            | (444)            |
| Other creditors                                | 10    | (2,755)          | (7,779)          |
| <b>Total liabilities</b>                       |       | <b>(4,259)</b>   | <b>(16,347)</b>  |
| <b>Net assets attributable to shareholders</b> |       | <b>1,099,693</b> | <b>1,293,794</b> |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000     | 2022<br>£000     |
|--|------------------|------------------|
| <b>Opening net assets attributable to shareholders</b>   | 1,293,794        | 1,496,569        |
| Amounts receivable on the issue of shares  | 12,978           | 27,635           |
| Amounts payable on the cancellation of shares  | (178,504)        | (142,489)        |
|  | (165,526)        | (114,854)        |
| Dilution adjustment  | –                | 1                |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | (41,587)         | (95,957)         |
| Retained distribution on accumulation shares   | 13,012           | 8,035            |
| <b>Closing net assets attributable to shareholders</b>   | <b>1,099,693</b> | <b>1,293,794</b> |

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

Dividend distribution in pence per share

#### Class 1 – Gross accumulation shares

| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b>                           |         |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.8331  | –            | 1.8331                              | 0.4621                              |
| <b>Group 2</b>                           |         |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.3441  | 0.4890       | 1.8331                              | 0.4621                              |
| <b>Total distributions in the period</b> |         |              | <b>1.8331</b>                       | <b>0.4621</b>                       |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

## CT Managed Equity & Bond Fund

### DISTRIBUTION TABLE

(continued)

#### Class 2 – Gross accumulation shares

| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 2.0042  | –            | 2.0042                              | 0.8018                              |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 1.4217  | 0.5825       | 2.0042                              | 0.8018                              |
| <b>Total distributions in the period</b> |         |              | <b>2.0042</b>                       | <b>0.8018</b>                       |

#### Class T – Gross income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b><br>26/05/22 to 25/11/22   | 0.6088  | –            | 0.6088                              | 0.4144                      |
| 26/11/22 to 25/05/23                     | 1.0428  | –            | 1.0428                              | 0.6470                      |
| <b>Group 2</b><br>26/05/22 to 25/11/22   | 0.5007  | 0.1081       | 0.6088                              | 0.4144                      |
| 26/11/22 to 25/05/23                     | 0.7702  | 0.2726       | 1.0428                              | 0.6470                      |
| <b>Total distributions in the period</b> |         |              | <b>1.6516</b>                       | <b>1.0614</b>               |

#### Class Z – Gross accumulation shares

| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 1.8867  | –            | 1.8867                              | 1.1997                              |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 1.1808  | 0.7059       | 1.8867                              | 1.1997                              |
| <b>Total distributions in the period</b> |         |              | <b>1.8867</b>                       | <b>1.1997</b>                       |

Group 2: shares purchased during a distribution period.

## CT Managed Equity & Bond Fund

### Comparative Table Disclosure

|   | Class 1 – Gross accumulation shares |            |                         | Class 2 – Gross accumulation shares |             |                         |
|---|-------------------------------------|------------|-------------------------|-------------------------------------|-------------|-------------------------|
|   | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022  | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |            |                         |                                     |             |                         |
| Opening net asset value per share (p)             | 166.96                              | 178.83     | 179.84                  | 172.69                              | 184.70      | 185.70                  |
| Return before operating charges (p)               | (1.80)                              | (9.64)     | (0.74)                  | (2.01)                              | (9.99)      | (0.76)                  |
| Operating charges (p)                             | (1.99)                              | (2.23)     | (0.27)                  | (1.80)                              | (2.02)      | (0.24)                  |
| Return after operating charges (p)*               | (3.79)                              | (11.87)    | (1.01)                  | (3.81)                              | (12.01)     | (1.00)                  |
| Distributions (p)                                 | (1.83)                              | (0.46)     | –                       | (2.00)                              | (0.80)      | –                       |
| Retained distributions on accumulation shares (p) | 1.83                                | 0.46       | –                       | 2.00                                | 0.80        | –                       |
| Closing net asset value per share (p)             | 163.17                              | 166.96     | 178.83                  | 168.88                              | 172.69      | 184.70                  |
| *after direct transaction costs of (p)            | –                                   | –          | –                       | –                                   | –           | –                       |
| <b>Performance</b>                                |                                     |            |                         |                                     |             |                         |
| Return after charges (%)                          | (2.27)                              | (6.64)     | (0.56)                  | (2.21)                              | (6.50)      | (0.54)                  |
| <b>Other information</b>                          |                                     |            |                         |                                     |             |                         |
| Closing net asset value (£000)                    | 118,935                             | 134,147    | 187,899                 | 323,721                             | 371,424     | 430,544                 |
| Closing number of shares                          | 72,891,011                          | 80,349,300 | 105,071,839             | 191,687,125                         | 215,080,125 | 233,110,346             |
| Operating charges (%)**                           | 1.21                                | 1.23       | 1.27 <sup>1</sup>       | 1.06                                | 1.08        | 1.12 <sup>1</sup>       |
| Direct transaction costs (%)***                   | –                                   | –          | –                       | –                                   | –           | –                       |
| <b>Prices</b>                                     |                                     |            |                         |                                     |             |                         |
| Highest share price (p)                           | 173.33                              | 189.49     | 181.07                  | 179.35                              | 195.85      | 186.98                  |
| Lowest share price (p)                            | 153.94                              | 166.09     | 175.07                  | 159.29                              | 171.79      | 180.80                  |
|   | Class T – Gross income shares       |            |                         | Class Z – Gross accumulation shares |             |                         |
|   | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022  | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |            |                         |                                     |             |                         |
| Opening net asset value per share (p)             | 124.86                              | 134.15     | 134.85                  | 141.91                              | 151.25      | 152.01                  |
| Return before operating charges (p)               | (1.69)                              | (7.24)     | (0.56)                  | (1.90)                              | (8.22)      | (0.63)                  |
| Operating charges (p)                             | (0.87)                              | (0.99)     | (0.12)                  | (0.99)                              | (1.12)      | (0.13)                  |
| Return after operating charges (p)*               | (2.56)                              | (8.23)     | (0.68)                  | (2.89)                              | (9.34)      | (0.76)                  |
| Distributions (p)                                 | (1.65)                              | (1.06)     | (0.02)                  | (1.89)                              | (1.20)      | (0.03)                  |
| Retained distributions on accumulation shares (p) | –                                   | –          | –                       | 1.89                                | 1.20        | 0.03                    |
| Closing net asset value per share (p)             | 120.65                              | 124.86     | 134.15                  | 139.02                              | 141.91      | 151.25                  |
| *after direct transaction costs of (p)            | –                                   | –          | –                       | –                                   | –           | –                       |
| <b>Performance</b>                                |                                     |            |                         |                                     |             |                         |
| Return after charges (%)                          | (2.05)                              | (6.13)     | (0.50)                  | (2.04)                              | (6.18)      | (0.50)                  |
| <b>Other information</b>                          |                                     |            |                         |                                     |             |                         |
| Closing net asset value (£000)                    | 79,811                              | 85,721     | 96,084                  | 577,226                             | 702,502     | 782,042                 |
| Closing number of shares                          | 66,149,676                          | 68,655,600 | 71,622,085              | 415,225,565                         | 495,016,158 | 517,054,053             |
| Operating charges (%)**                           | 0.71                                | 0.73       | 0.75 <sup>1</sup>       | 0.71                                | 0.73        | 0.75 <sup>1</sup>       |
| Direct transaction costs (%)***                   | –                                   | –          | –                       | –                                   | –           | –                       |
| <b>Prices</b>                                     |                                     |            |                         |                                     |             |                         |
| Highest share price (p)                           | 129.78                              | 142.39     | 135.79                  | 147.50                              | 160.66      | 153.07                  |
| Lowest share price (p)                            | 115.26                              | 124.84     | 131.33                  | 131.01                              | 140.90      | 148.04                  |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. The calculation includes the fund's share of the expenses of the underlying fund less any fee rebates received. The share of costs of the underlying funds may fluctuate due to changes in investment decisions, which may be required as a result of changes in market conditions. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

<sup>1</sup> Commenced 9 April 2021.

<sup>1</sup> The Ongoing Charges Figure is annualised based on the fees incurred since commencement date.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.

## CT Managed Equity & Bond Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL LOSSES

Net capital losses during the period comprise:

|   | 2023     | 2022     |
|---|----------|----------|
|   | £000     | £000     |
| Non-derivative securities*                            | (42,257) | (82,457) |
| Forward currency contracts                            | 1,672    | (16,074) |
| Other (losses)/gains                                  | (988)    | 2,583    |
| Net capital losses                                    | (41,573) | (95,948) |
| The non-derivative securities balance above includes: |          |          |
| Realised (losses)/gains*                              | (15,941) | 2,474    |
| Unrealised losses*                                    | (26,316) | (84,931) |
|   | (42,257) | (82,457) |

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

#### 3 REVENUE

|                                  | 2023   | 2022   |
|----------------------------------|--------|--------|
|                                  | £000   | £000   |
| Franked dividend distributions   | 10,979 | 10,745 |
| Unfranked dividend distributions | 13,883 | 10,311 |
| Bank interest                    | 115    | –      |
| Total revenue                    | 24,977 | 21,056 |

#### 4 EXPENSES

|  | 2023    | 2022     |
|--|---------|----------|
|  | £000    | £000     |
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |         |          |
| Annual management charge   | (9,616) | (11,763) |
| Annual management charge discount*   | 5       | –        |
|  | (9,611) | (11,763) |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |         |          |
| Depositary fees  | (143)   | (176)    |
| Safe custody fees  | (9)     | (8)      |
|  | (152)   | (184)    |
| Other expenses:  |         |          |
| Audit fees   | (11)    | (11)     |
|  | (11)    | (11)     |
| Total expenses**   | (9,774) | (11,958) |

\*Please see page 87 for additional information on the Annual management charge discount.

\*\*Including irrecoverable VAT where applicable.

#### 5 INTEREST PAYABLE AND SIMILAR CHARGES

|  | 2023 | 2022 |
|--|------|------|
|  | £000 | £000 |
| Interest payable                           | (4)  | –    |
| Total interest payable and similar charges | (4)  | –    |

#### 6 TAXATION

|   | 2023    | 2022    |
|---|---------|---------|
|   | £000    | £000    |
| <b>a) Analysis of charge in period</b>  |         |         |
| Corporation tax   | (199)   | –       |
| Total current tax (note 6b)   | (199)   | –       |
| Total tax charge for the period   | (199)   | –       |
| <b>b) Factors affecting taxation charge for period</b>  |         |         |
| Net revenue before taxation   | 15,199  | 9,098   |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (3,040) | (1,820) |

|   | 2023  | 2022  |
|---|-------|-------|
|   | £000  | £000  |
| Effects of:                             |       |       |
| Revenue not subject to taxation         | 2,196 | 2,149 |
| Excess expenses                         | 648   | (327) |
| Conversion transfer from capital        | (3)   | (2)   |
| Current tax charge for period (note 6a) | (199) | –     |

The fund has not recognised a deferred tax asset of £Nil (2022: £647,649) arising as a result of having unutilised management expenses. The movement in deferred tax asset may not agree to the excess expenses figure quoted above due to prior year adjustments. It is unlikely that these expenses will be utilised in future years.

#### 7 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023   | 2022  |
|---|--------|-------|
|   | £000   | £000  |
| Interim   | 410    | 290   |
| Final   | 13,702 | 8,479 |
|   | 14,112 | 8,769 |
| Add: Revenue deducted on the cancellation of shares | 945    | 380   |
| Deduct: Revenue received on the creation of shares  | (43)   | (42)  |
| Net distribution for the period                     | 15,014 | 9,107 |
| Net revenue after taxation                          | 15,000 | 9,098 |
| Equalisation on conversion                          | 14     | 10    |
| Undistributed revenue carried forward               | –      | (1)   |
| Total distributions                                 | 15,014 | 9,107 |

Details of the distribution per share are set out in the table on pages 43 to 44.

#### 8 DEBTORS

|  | 2023  | 2022  |
|--|-------|-------|
|  | £000  | £000  |
| Amounts receivable for the issue of shares | 92    | 184   |
| Sales awaiting settlement                  | 7,871 | 9,685 |
| Accrued revenue                            | 7     | –     |
| Corporation tax recoverable                | 79    | –     |
| Total debtors                              | 8,049 | 9,869 |

#### 9 CASH AND BANK BALANCES

|   | 2023 | 2022   |
|---|------|--------|
|   | £000 | £000   |
| Amounts held at futures clearing houses and brokers | –    | 4,610  |
| Cash and bank balances                              | 534  | 8,807  |
| Total cash and bank balances                        | 534  | 13,417 |

#### 10 OTHER CREDITORS

|  | 2023    | 2022    |
|--|---------|---------|
|  | £000    | £000    |
| Amounts payable for the cancellation of shares | (2,025) | (2,013) |
| Purchases awaiting settlement                  | (94)    | (5,029) |
| Accrued expenses                               | (22)    | (14)    |
| Amounts payable to ACD                         | (614)   | (723)   |
| Total other creditors                          | (2,755) | (7,779) |

#### 11 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders.

Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 8 and 10.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 10.

The fund invests in other sub-funds managed by Columbia Threadneedle, all transactions in respect of which are transacted with Threadneedle Investment Services Limited. Details of the investments are shown in the Portfolio Statement. In addition this investment has produced a non-derivative security loss of £26,316,280 (2022: £84,931,174).

## CT Managed Equity & Bond Fund

### Notes to the financial statements

(continued)

All transactions have been entered into in the ordinary course of business on normal commercial terms.

#### 12 SHAREHOLDER FUNDS

CT Managed Equity & Bond Fund currently has four share classes; Class 1, Class 2, Class T and Class Z shares. The charges on each share class are as follows:

##### Annual management charge

|                |       |
|----------------|-------|
| Class 1 shares | 1.15% |
| Class 2 shares | 1.00% |
| Class T shares | 0.65% |
| Class Z shares | 0.65% |

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on page 45. The distribution per share class is given in the distribution table on pages 43 to 44.

All classes have the same rights on winding up.

##### Reconciliation of shares

|  | 2023         |
|--|--------------|
| <b>Class 1 – Gross accumulation shares</b> |              |
| Opening shares                             | 80,349,300   |
| Shares issued                              | 2,941,597    |
| Shares redeemed                            | (9,853,780)  |
| Net conversions                            | (546,106)    |
| Closing shares                             | 72,891,011   |
| <b>Class 2 – Gross accumulation shares</b> |              |
| Opening shares                             | 215,080,125  |
| Shares issued                              | 3,575,357    |
| Shares redeemed                            | (22,307,705) |
| Net conversions                            | (4,660,652)  |
| Closing shares                             | 191,687,125  |
| <b>Class T – Gross income shares</b>       |              |
| Opening shares                             | 68,655,600   |
| Shares issued                              | 1,095,004    |
| Shares redeemed                            | (3,600,928)  |
| Net conversions                            | –            |
| Closing shares                             | 66,149,676   |
| <b>Class Z – Gross accumulation shares</b> |              |
| Opening shares                             | 495,016,158  |
| Shares issued                              | 600,021      |
| Shares redeemed                            | (86,694,192) |
| Net conversions                            | 6,303,578    |
| Closing shares                             | 415,225,565  |

#### 13 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

##### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 5% market increase applied to the fund would result in an estimated increase in net asset value of the fund by 2.53% and vice versa (2022: 2.65%).

A 1.00% interest rate decrease applied to the fund would result in an estimated increase in net asset value of the fund by 3.68% and vice versa (2022: 2.23%).

##### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

##### Credit/Counterparty exposure

The following details exposure to counterparties obtained through the use of derivatives:

|                     | Forward Foreign Exchange<br>Contracts Exposure | Collateral<br>Pledged |
|---------------------|--|-----------------------|
| 2023                | £000   | £000                  |
| <b>Counterparty</b> |  |                       |
| Barclays            | 203  | –                     |
| Citigroup           | 197  | –                     |
| HSBC                | 1,317  | –                     |
| Lloyds              | 242  | –                     |
| UBS                 | 1,038  | –                     |

| 2022         | Forward Foreign Exchange<br>Contracts Exposure | Collateral<br>Pledged |
|--------------|--|-----------------------|
| Counterparty | £000   | £000                  |
| HSBC         | –  | 4,260                 |
| UBS          | –  | 350                   |

The fund held £3,590,000 (2022: £Nil) of collateral received from the fund's counterparties. The collateral held was in the form of cash. Collateral received is not owned by the fund and therefore is not included in the fund's cash balance.

Positive exposure represents the fund's exposure to that counterparty and not the fund's holdings with that counterparty.

##### Interest rate risk

Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

##### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

##### Derivative risks

Derivatives including forward foreign exchange contracts are employed when they are the cheapest and most efficient method of gaining exposure. This increases the risk profile of the fund and may result in a higher degree of volatility. All open positions are regularly reviewed by the fund manager. The fund has entered into various forward foreign exchange contracts during this accounting period. Such contracts commit the fund to future deliveries or receipts, typically three months forward, of assets and liabilities, at prices decided at the point of striking the contract. They therefore allow the fund manager to limit risk, or to enhance fund performance in return for the acceptance of greater risk.

At 25 May 2023, the fund had outstanding forward foreign exchange contracts with an asset value of £3,811,000 (2022: £1,807,000) and a liability value of £814,000 (2022: £8,124,000).

#### 14 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

|                            | 2023           |                     | 2022           |                     |
|----------------------------|----------------|---------------------|----------------|---------------------|
|                            | Assets<br>£000 | Liabilities<br>£000 | Assets<br>£000 | Liabilities<br>£000 |
| <b>Valuation technique</b> |                |                     |                |                     |
| Level 2                    | 1,095,369      | (814)               | 1,286,855      | (8,124)             |
|                            | 1,095,369      | (814)               | 1,286,855      | (8,124)             |

#### 15 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

#### 16 PORTFOLIO TRANSACTION COSTS

During the period under review the fund's purchases and sales of collective investment schemes purchases and sales amounted to £203,025,578 (2022: £137,779,475) and £379,119,427 (2022: £289,122,968) respectively.

The purchases and sales are not subject to portfolio transaction costs.

At the balance sheet date, the portfolio dealing spread was Nil (25 May 2022: Nil), being the difference between the respective buying and selling prices for the fund's investments.



## CT Managed Equity Focused Fund

### Investment Report

#### Investment Objective and Policy

The Fund aims to provide a combination of long-term capital growth and some income. It looks to outperform a composite index over rolling 3-year periods, after the deduction of charges.

This composite index comprises:

- 50% MSCI ACWI ex UK Index,
- 22.5% FTSE All-Share Index,
- 15.5% Bloomberg Global Aggregate ex GBP (GBP Hedged) Index,
- 7% Bloomberg Sterling Aggregate Index
- 5% Sterling Overnight Index Average (SONIA)

The Fund is actively managed, and invests at least 80% of its assets in other funds. The Fund usually invests in other Columbia Threadneedle funds, however, funds managed by companies outside the Columbia Threadneedle group may also be held, when this is considered appropriate. These funds may invest worldwide. The Fund focuses on investment in funds providing exposure to equities (company shares), but also has some exposure to bonds (including corporate and government bonds).

The balance of the exposure to these different asset types may vary over time, however, equity exposure is usually between 50-85% of the Fund's value, under normal market conditions.

The Fund may also hold money market instruments, deposits, cash, and near cash. Derivatives may be used with the aim of reducing risk or managing the Fund more efficiently, and up to 20% of the value of the Fund may be invested in funds that use derivatives for investment purposes.

The composite index is representative of the Fund's investment exposure, and provides a suitably weighted target benchmark of global equities (excluding the UK), UK equities, investment grade bonds (hedged to sterling), investment grade sterling denominated bonds, and cash, against which Fund performance will be evaluated over time.

#### Performance of Gross Accumulation Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT Managed Equity Focused Fund has risen from 202.46p to 204.28p.

For comparison, using noon prices, the performance of the Class 2 share class was -1.19% compared to a return of -1.39% for the Morningstar UK Unit Trusts/OEICs – IA Mixed Investment 40-85% Shares Peer Group (on a bid to bid basis, with income reinvested for a UK basic rate taxpayer).

For information purposes, using global close prices, the Composite Index (MSCI ACWI ex UK Index 50%, FTSE All Share Index 22.50%, Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 15.50%, Bloomberg Sterling Aggregate Index 7%, SONIA 5%) has a total return of +0.89%.

#### Market Overview and Portfolio Activity

The 12 months under review constituted a volatile period for financial markets. With inflation far above target in many developed economies, investors struggled to gauge how far central banks would have to raise interest rates to contain it, and whether policymakers could do so without tipping their respective economies into recession. Most fixed-income assets lost value, while equity markets typically

finished higher, albeit after a rollercoaster ride. The main developed equity regions outperformed emerging markets (EMs), which were little changed in aggregate. Commodities were very weak overall, having risen sharply over the preceding year. Lingering supply issues from the pandemic and more recent ones related to Russia's invasion of Ukraine pushed inflation to multi-decade highs in the US, eurozone and UK. US inflation breached the 9% mark in June (reported in July) before easing over the remainder of the period. Inflation in the UK was the most stubborn. Having peaked above 11% in October, it did not return to single figures until April – and even then, core inflation (which excludes energy and food prices) hit its highest level since 1992. Core government bonds such as US Treasuries, German Bunds and UK gilts weakened over the year as aggressive interest-rate rises by the Federal Reserve (Fed), European Central Bank (ECB) and Bank of England (BoE) rendered fixed-interest payments less attractive. In addition, UK gilts were extremely volatile during late September and October in response to the unfunded tax-cutting plans of the then chancellor, Kwasi Kwarteng, and their reversal by his successor.

The Fed, ECB and BoE slowed the pace of rate rises after November, as the inflationary tide appeared to be turning. Nevertheless, all three continued to increase borrowing costs at every subsequent opportunity – including hikes each after the collapse of Silicon Valley Bank and other lenders in March. As the period ended, markets were pricing in further rate hikes by all three central banks, with the BoE seen as having the most still to do.

Meanwhile, equities – and to a lesser extent corporate bond spreads (the yield difference between corporate and risk-free government bond yields) – were buffeted throughout the year as fears of recession waxed and waned. In the first half of the period, economic forecasts generally deteriorated amid worries about the impact of soaring inflation, rising interest rates, ongoing Covid lockdowns in China and the potential for European energy shortages linked to the war in Ukraine. At the same time, however, risk assets were supported by surprisingly resilient company results.

Towards the end of 2022, confidence about the global economy was bolstered by signs of easing inflation and anticipation that China might be preparing to move away from its zero-Covid strategy (as duly transpired). The economic optimism continued into the new year, notably with regard to Europe. In January, for example, the flash composite purchasing managers' index (PMI) for the eurozone unexpectedly returned to growth territory. Together with plunging natural gas prices, this sparked hopes that the region might avoid recession after all.

In February, it emerged that the UK economy had flattened in Quarter 4 rather than shrinking as expected, raising the possibility that it too might escape recession this year. Nevertheless, the twin spectres of inflation and interest-rates were never far away. The same month saw global equities and bonds weaken as strong labour-market and inflation data in the US and eurozone pushed interest-rate expectations higher again. March was dominated by the banking crisis already mentioned, which triggered a brief spell of intense volatility before concerted action by various financial authorities allayed contagion fears.

Markets were largely calmer over the remainder of the period. One minor exception was a volatility spike in early May, amid news of further trouble among regional US lenders. Another, which was accompanied by a jump in US Treasury yields, came in the final days of the period, as negotiations about the US debt ceiling went to the wire.

Overall, the MSCI All Country World Index (ACWI) of equities rose 6.2% in local-currency terms and 6.8% in sterling. Japan was strongest in local terms. A weakening in the yen – as relatively low inflation allowed the Bank of Japan to maintain its ultra-loose monetary policy – helped the export-heavy market in yen terms, though it roughly halved the return in sterling. Europe ex UK was comfortably ahead of the ACWI as recession fears eased, while the US was roughly in line. The UK trailed the global index, while emerging markets and developed Asia ex Japan brought up the rear.

In fixed income, core bond yields rose across the board. Gilts underperformed their US and German counterparts, partly reflecting the relative persistence of inflation in the UK versus Europe and especially the US. Global investment-grade (IG) credit spreads were surprisingly little changed given the volatility, tightening by around 3% in risk-adjusted terms, while spreads in the euro high-yield (HY) market tightened by about 9% on the same basis.

As regards activity, we cut the fund's equity exposure significantly over the period. In September, our Asset Allocation Strategy Group (AASG) downgraded equities from favour to neutral; we became more cautious about the outlook for the asset class in the near term due to growth and monetary policy headwinds. We trimmed our equity holdings in every region, with the biggest reductions in the UK and US markets. For UK equities, we elected to take some profits following the strong absolute and relative performance of the portfolio. Nevertheless, the UK remains one of our favoured equity markets. Our AASG downgraded US equities from favour to neutral in January. Although the US market is home to secular growth opportunities that don't exist elsewhere, it is a relatively expensive market and we have particular concerns over margin vulnerability and wage pressures. The overall reduction in European equities was smaller. In January, our AASG upgraded Europe ex UK equities from dislike to neutral. We expect Europe to be a major beneficiary of lower natural gas prices and the reopening of the Chinese economy.

In fixed income, we increased exposure to government bonds, primarily through the purchase of UK gilts. At current yield levels, we believe that government bonds offer an attractive level of income and increased diversification benefits.

In credit, we switched some exposure from the short-dated sterling IG fund into its longer dated counterparts as we became more positive on duration (which measures sensitivity to changes in interest rates) as the year progressed. Valuations in IG are reasonable, while corporate credit quality is holding up well. We also reduced the allocations to HY, EM and Asian debt.

Looking ahead, we believe that there is likely to be a slowdown in growth versus the trend level, accompanied by reduced, but still above-trend inflation. Globally, disinflation combined with restrictive monetary policy suggests a constructive fundamental outlook for core government bonds, where yield premia are historically high compared with long-term GDP forecasts. For corporate credit, where valuations look reasonable rather than compelling, the low growth outlook should result in below-average excess returns over core bonds in the year ahead, but likely outperformance versus equities.

For equities, meanwhile, sluggish growth presents a mild risk to company earnings. Of more concern, however, global equity valuations (on a price to earnings basis) now look historically high both in absolute terms and relative to other asset classes, such as credit.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

|   | Notes | 2023<br>£000 | 2022<br>£000    |
|---|-------|--------------|-----------------|
| Income  |       |              |                 |
| Net capital gains/(losses)  | 2     | 272          | (46,579)        |
| Revenue   | 3     | 14,311       | 11,897          |
| Expenses  | 4     | (6,401)      | (7,518)         |
| Interest payable and similar charges  | 5     | (1)          | –               |
| Net revenue before taxation   |       | 7,909        | 4,379           |
| Taxation  | 6     | –            | –               |
| Net revenue after taxation  |       | 7,909        | 4,379           |
| Total return before distributions   |       | 8,181        | (42,200)        |
| Distributions   | 7     | (7,924)      | (4,384)         |
| <b>Change in net assets attributable to shareholders from investment activities</b> |       | <b>257</b>   | <b>(46,584)</b> |

### BALANCE SHEET

as at 25 May 2023

|  | Notes | 2023<br>£000   | 2022<br>£000   |
|--|-------|----------------|----------------|
| <b>Assets:</b>                                 |       |                |                |
| <b>Fixed assets:</b>                           |       |                |                |
| Investments                                    |       | 699,217        | 743,967        |
| <b>Current assets:</b>                         |       |                |                |
| Debtors  | 8     | 4,072          | 4,621          |
| Cash and bank balances                         | 9     | 210            | 4,017          |
| Total assets                                   |       | 703,499        | 752,605        |
| <b>Liabilities:</b>                            |       |                |                |
| <b>Investment liabilities</b>                  |       | (105)          | (2,110)        |
| <b>Creditors:</b>                              |       |                |                |
| Other creditors                                | 10    | (3,234)        | (5,106)        |
| Total liabilities                              |       | (3,339)        | (7,216)        |
| <b>Net assets attributable to shareholders</b> |       | <b>700,160</b> | <b>745,389</b> |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000   | 2022<br>£000   |
|--|----------------|----------------|
| <b>Opening net assets attributable to shareholders</b>   | <b>745,389</b> | <b>823,587</b> |
| Amounts receivable on the issue of shares  | 17,564         | 29,568         |
| Amounts payable on the cancellation of shares  | (70,697)       | (65,539)       |
|  | (53,133)       | (35,971)       |
| Dilution adjustment  | 1              | (1)            |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | 257            | (46,584)       |
| Retained distribution on accumulation shares   | 7,646          | 4,358          |
| <b>Closing net assets attributable to shareholders</b>   | <b>700,160</b> | <b>745,389</b> |

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

Dividend distribution in pence per share

#### Class 1 – Gross accumulation shares

| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b>                           |         |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.3850  | –            | 1.3850                              | 0.0303                              |
| <b>Group 2</b>                           |         |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 0.9116  | 0.4734       | 1.3850                              | 0.0303                              |
| <b>Total distributions in the period</b> |         |              | <b>1.3850</b>                       | <b>0.0303</b>                       |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

## CT Managed Equity Focused Fund

### DISTRIBUTION TABLE

(continued)

#### Class 2 – Gross accumulation shares

| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 1.7498  | –            | 1.7498                              | 0.8327                              |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 1.1649  | 0.5849       | 1.7498                              | 0.8327                              |
| <b>Total distributions in the period</b> |         |              | <b>1.7498</b>                       | <b>0.8327</b>                       |

#### Class Z – Gross accumulation shares

| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 2.0474  | –            | 2.0474                              | 1.2882                              |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 1.2703  | 0.7771       | 2.0474                              | 1.2882                              |
| <b>Total distributions in the period</b> |         |              | <b>2.0474</b>                       | <b>1.2882</b>                       |

Group 2: shares purchased during a distribution period.

## CT Managed Equity Focused Fund

### Comparative Table Disclosure

|   | Class 1 – Gross accumulation shares |             |                         | Class 2 – Gross accumulation shares |             |                         |
|---|-------------------------------------|-------------|-------------------------|-------------------------------------|-------------|-------------------------|
|   | 25/05/2023                          | 25/05/2022  | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022  | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |             |                         |                                     |             |                         |
| Opening net asset value per share (p)             | 194.97                              | 206.93      | 208.40                  | 202.43                              | 214.42      | 215.89                  |
| Return before operating charges (p)               | 3.92                                | (9.15)      | (1.13)                  | 4.07                                | (9.51)      | (1.17)                  |
| Operating charges (p)                             | (2.56)                              | (2.81)      | (0.34)                  | (2.25)                              | (2.48)      | (0.30)                  |
| Return after operating charges (p)*               | 1.36                                | (11.96)     | (1.47)                  | 1.82                                | (11.99)     | (1.47)                  |
| Distributions (p)                                 | (1.39)                              | (0.03)      | –                       | (1.75)                              | (0.83)      | –                       |
| Retained distributions on accumulation shares (p) | 1.39                                | 0.03        | –                       | 1.75                                | 0.83        | –                       |
| Closing net asset value per share (p)             | 196.33                              | 194.97      | 206.93                  | 204.25                              | 202.43      | 214.42                  |
| *after direct transaction costs of (p)            | –                                   | –           | –                       | –                                   | –           | –                       |
| <b>Performance</b>                                |                                     |             |                         |                                     |             |                         |
| Return after charges (%)                          | 0.70                                | (5.78)      | (0.71)                  | 0.90                                | (5.59)      | (0.68)                  |
| <b>Other information</b>                          |                                     |             |                         |                                     |             |                         |
| Closing net asset value (£000)                    | 68,195                              | 75,731      | 200,205                 | 203,851                             | 266,747     | 306,660                 |
| Closing number of shares                          | 34,735,547                          | 38,841,956  | 96,748,489              | 99,807,163                          | 131,771,106 | 143,018,295             |
| Operating charges (%)**                           | 1.32                                | 1.33        | 1.38 <sup>1</sup>       | 1.12                                | 1.13        | 1.17 <sup>1</sup>       |
| Direct transaction costs (%)***                   | –                                   | –           | –                       | –                                   | –           | –                       |
| <b>Prices</b>                                     |                                     |             |                         |                                     |             |                         |
| Highest share price (p)                           | 205.63                              | 223.40      | 210.33                  | 213.60                              | 231.70      | 217.89                  |
| Lowest share price (p)                            | 182.89                              | 193.02      | 201.22                  | 190.03                              | 200.40      | 208.49                  |
| <b>Class Z – Gross accumulation shares</b>        |                                     |             |                         |                                     |             |                         |
|   | 25/05/2023                          | 25/05/2022  | 25/05/2021 <sup>1</sup> |                                     |             |                         |
| <b>Change in net assets per share</b>             |                                     |             |                         |                                     |             |                         |
| Opening net asset value per share (p)             | 159.76                              | 168.63      | 169.71                  |                                     |             |                         |
| Return before operating charges (p)               | 3.24                                | (7.52)      | (0.92)                  |                                     |             |                         |
| Operating charges (p)                             | (1.24)                              | (1.35)      | (0.16)                  |                                     |             |                         |
| Return after operating charges (p)*               | 2.00                                | (8.87)      | (1.08)                  |                                     |             |                         |
| Distributions (p)                                 | (2.05)                              | (1.29)      | –                       |                                     |             |                         |
| Retained distributions on accumulation shares (p) | 2.05                                | 1.29        | –                       |                                     |             |                         |
| Closing net asset value per share (p)             | 161.76                              | 159.76      | 168.63                  |                                     |             |                         |
| *after direct transaction costs of (p)            | –                                   | –           | –                       |                                     |             |                         |
| <b>Performance</b>                                |                                     |             |                         |                                     |             |                         |
| Return after charges (%)                          | 1.25                                | (5.26)      | (0.64)                  |                                     |             |                         |
| <b>Other information</b>                          |                                     |             |                         |                                     |             |                         |
| Closing net asset value (£000)                    | 428,114                             | 402,911     | 316,722                 |                                     |             |                         |
| Closing number of shares                          | 264,667,338                         | 252,199,338 | 187,822,205             |                                     |             |                         |
| Operating charges (%)**                           | 0.77                                | 0.78        | 0.81 <sup>1</sup>       |                                     |             |                         |
| Direct transaction costs (%)***                   | –                                   | –           | –                       |                                     |             |                         |
| <b>Prices</b>                                     |                                     |             |                         |                                     |             |                         |
| Highest share price (p)                           | 168.89                              | 182.52      | 171.30                  |                                     |             |                         |
| Lowest share price (p)                            | 150.18                              | 158.15      | 163.94                  |                                     |             |                         |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. The calculation includes the fund's share of the expenses of the underlying fund less any fee rebates received. The share of costs of the underlying funds may fluctuate due to changes in investment decisions, which may be required as a result of changes in market conditions. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

<sup>1</sup> Commenced 9 April 2021.

<sup>1</sup> The Ongoing Charges Figure is annualised based on the fees incurred since commencement date.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.

## CT Managed Equity Focused Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL GAINS/(LOSSES)

Net capital gains/(losses) during the period comprise:

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Non-derivative securities*                            | 85           | (43,376)     |
| Forward currency contracts                            | 229          | (3,804)      |
| Other (losses)/gains                                  | (42)         | 601          |
| Net capital gains/(losses)                            | 272          | (46,579)     |
| The non-derivative securities balance above includes: |              |              |
| Realised (losses)/gains*                              | (6,836)      | 3,375        |
| Unrealised gains/(losses)*                            | 6,921        | (46,751)     |
|   | 85           | (43,376)     |

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

#### 3 REVENUE

|                                  | 2023<br>£000 | 2022<br>£000 |
|----------------------------------|--------------|--------------|
| Franked dividend distributions   | 9,840        | 8,757        |
| Unfranked dividend distributions | 4,380        | 3,138        |
| Bank interest                    | 91           | 2            |
| Total revenue                    | 14,311       | 11,897       |

#### 4 EXPENSES

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |              |              |
| Annual management charge   | (6,294)      | (7,399)      |
|  | (6,294)      | (7,399)      |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |              |              |
| Depositary fees  | (87)         | (99)         |
| Safe custody fees  | (9)          | (9)          |
|  | (96)         | (108)        |
| Other expenses:  |              |              |
| Audit fees   | (11)         | (11)         |
|  | (11)         | (11)         |
| Total expenses*  | (6,401)      | (7,518)      |

\*Including irrecoverable VAT where applicable.

#### 5 INTEREST PAYABLE AND SIMILAR CHARGES

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Interest payable                           | (1)          | –            |
| Total interest payable and similar charges | (1)          | –            |

#### 6 TAXATION

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| <b>a) Analysis of charge in period</b>  |              |              |
| Total current tax (note 6b)   | –            | –            |
| Total tax charge for the period   | –            | –            |
| <b>b) Factors affecting taxation charge for period</b>  |              |              |
| Net revenue before taxation   | 7,909        | 4,379        |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (1,582)      | (876)        |
| Effects of:   |              |              |
| Revenue not subject to taxation   | 1,968        | 1,751        |
| Excess expenses   | (383)        | (874)        |
| Conversion transfer from capital  | (3)          | (1)          |
| Current tax charge for period (note 6a)   | –            | –            |

The fund has not recognised a deferred tax asset of £3,097,226 (2022: £2,713,958) arising as a result of having unutilised management expenses. The movement in deferred tax asset may not agree to the excess expenses figure quoted above due to prior year adjustments. It is unlikely that these expenses will be utilised in future years.

#### 7 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Final   | 7,646        | 4,358        |
|   | 7,646        | 4,358        |
| Add: Revenue deducted on the cancellation of shares | 329          | 115          |
| Deduct: Revenue received on the creation of shares  | (51)         | (89)         |
| Net distribution for the period                     | 7,924        | 4,384        |
| Net revenue after taxation                          | 7,909        | 4,379        |
| Equalisation on conversion                          | 15           | 5            |
| Total distributions                                 | 7,924        | 4,384        |

Details of the distribution per share are set out in the table on pages 48 to 49.

#### 8 DEBTORS

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Amounts receivable for the issue of shares | 25           | 541          |
| Sales awaiting settlement                  | 4,041        | 4,080        |
| Accrued revenue                            | 6            | –            |
| Total debtors                              | 4,072        | 4,621        |

#### 9 CASH AND BANK BALANCES

|   | 2023<br>£000 | 2022<br>£000 |
|---|--------------|--------------|
| Amounts held at futures clearing houses and brokers | –            | 1,100        |
| Cash and bank balances                              | 210          | 2,917        |
| Total cash and bank balances                        | 210          | 4,017        |

#### 10 OTHER CREDITORS

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| Amounts payable for the cancellation of shares | (1,984)      | (922)        |
| Amounts payable to brokers                     | (710)        | –            |
| Purchases awaiting settlement                  | (109)        | (3,716)      |
| Accrued expenses                               | (15)         | (10)         |
| Amounts payable to ACD                         | (416)        | (458)        |
| Total other creditors                          | (3,234)      | (5,106)      |

#### 11 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders.

Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 8 and 10.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 10.

The fund invests in other sub-funds managed by Columbia Threadneedle, all transactions in respect of which are transacted with Threadneedle Investment Services Limited. Details of the investments are shown in the Portfolio Statement.

In addition this investment has produced a non-derivative security gain of £6,921,333 (2022: loss of £46,750,877).

All transactions have been entered into in the ordinary course of business on normal commercial terms.

## CT Managed Equity Focused Fund

### Notes to the financial statements

(continued)

#### 12 SHAREHOLDER FUNDS

CT Managed Equity Focused Fund currently has three share classes; Class 1, Class 2 and Class Z shares. The charges on each share class are as follows:

##### Annual management charge

|                |       |
|----------------|-------|
| Class 1 shares | 1.25% |
| Class 2 shares | 1.05% |
| Class Z shares | 0.70% |

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on page 50. The distribution per share class is given in the distribution table on pages 48 to 49.

All classes have the same rights on winding up.

##### Reconciliation of shares

|  | 2023         |
|--|--------------|
| <b>Class 1 – Gross accumulation shares</b> |              |
| Opening shares                             | 38,841,956   |
| Shares issued                              | 990,307      |
| Shares redeemed                            | (4,411,746)  |
| Net conversions                            | (684,970)    |
| Closing shares                             | 34,735,547   |
| <b>Class 2 – Gross accumulation shares</b> |              |
| Opening shares                             | 131,771,106  |
| Shares issued                              | 2,511,626    |
| Shares redeemed                            | (10,876,809) |
| Net conversions                            | (23,598,760) |
| Closing shares                             | 99,807,163   |
| <b>Class Z – Gross accumulation shares</b> |              |
| Opening shares                             | 252,199,338  |
| Shares issued                              | 6,673,169    |
| Shares redeemed                            | (24,908,698) |
| Net conversions                            | 30,703,529   |
| Closing shares                             | 264,667,338  |

#### 13 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

##### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 5% market increase applied to the fund would result in an estimated increase in net asset value of the fund by 3.57% and vice versa (2022: 3.70%).

A 1.00% interest rate decrease applied to the fund would result in an estimated increase in net asset value of the fund by 1.88% and vice versa (2022: 1.07%).

##### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

##### Credit/Counterparty exposure

The following details exposure to counterparties obtained through the use of derivatives:

| 2023         | Forward Foreign Exchange | Collateral |
|--------------|--------------------------|------------|
|              | Contracts Exposure       | Pledged    |
| Counterparty | £000                     | £000       |
| HSBC         | 707                      | –          |
| UBS          | 1,134                    | –          |
| 2022         | Forward Foreign Exchange | Collateral |
| Counterparty | Contracts Exposure       | Pledged    |
| Counterparty | £000                     | £000       |
| Barclays     | 95                       | –          |
| HSBC         | –                        | 1,200      |
| UBS          | –                        | 20         |

The fund held £2,000,000 (2022: £Nil) of collateral received from the fund's counterparties. The collateral held was in the form of cash. Collateral received is not owned by the fund and therefore is not included in the fund's cash balance.

Positive exposure represents the fund's exposure to that counterparty and not the fund's holdings with that counterparty.

##### Interest rate risk

Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

##### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

##### Derivative risks

Derivatives including forward foreign exchange contracts are employed when they are the cheapest and most efficient method of gaining exposure. This increases the risk profile of the fund and may result in a higher degree of volatility. All open positions are regularly reviewed by the fund manager. The fund has entered into various forward foreign exchange contracts during this accounting period. Such contracts commit the fund to future deliveries or receipts, typically three months forward, of assets and liabilities, at prices decided at the point of striking the contract. They therefore allow the fund manager to limit risk, or to enhance fund performance in return for the acceptance of greater risk.

At 25 May 2023, the fund had outstanding forward foreign exchange contracts with an asset value of £1,917,000 (2022: £597,000) and a liability value of £105,000 (2022: £2,110,000).

#### 14 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

| Valuation technique | 2023    |             | 2022    |             |
|---------------------|---------|-------------|---------|-------------|
|                     | Assets  | Liabilities | Assets  | Liabilities |
|                     | £000    | £000        | £000    | £000        |
| Level 2             | 699,217 | (105)       | 743,967 | (2,110)     |
|                     | 699,217 | (105)       | 743,967 | (2,110)     |

#### 15 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

#### 16 PORTFOLIO TRANSACTION COSTS

During the period under review the fund's purchases and sales of collective investment schemes purchases and sales amounted to £146,472,913 (2022: £129,797,519) and £206,793,140 (2022: £179,207,749) respectively.

The purchases and sales are not subject to portfolio transaction costs.

At the balance sheet date, the portfolio dealing spread was Nil (25 May 2022: Nil), being the difference between the respective buying and selling prices for the fund's investments.

## CT Managed Equity Fund

### Investment Report

#### Investment Objective and Policy

The Fund aims to achieve long term capital growth. It looks to outperform a composite index over rolling 3-year periods, after the deduction of charges.

This composite index comprises:

- 60% MSCI ACWI ex UK Index,
- 25% FTSE All-Share Index,
- 7% Bloomberg Global Aggregate ex GBP (GBP Hedged) Index,
- 3% Bloomberg Sterling Aggregate Index,
- 5% Sterling Overnight Index Average (SONIA)

The Fund is actively managed, and invests at least 80% of its assets in other funds. The Fund usually invests in other Columbia Threadneedle funds, however, funds managed by companies outside the Columbia Threadneedle group may also be held, when this is considered appropriate. These funds may invest worldwide. The Fund focuses on investment in funds providing exposure to equities (company shares), with only limited exposure taken to bonds (including corporate and government bonds).

The balance of the exposure to these different asset types may vary over time, however, equity exposure usually exceeds two-thirds of the Fund's value, under normal market conditions.

The Fund may also hold money market instruments, deposits, cash, and near cash. Derivatives may be used with the aim of reducing risk or managing the Fund more efficiently, and up to 20% of the value of the Fund may be invested in funds that use derivatives for investment purposes.

The composite index is representative of the Fund's investment exposure, and provides a suitably weighted target benchmark of global equities (excluding the UK), UK equities, investment grade bonds (hedged to sterling), investment grade sterling-denominated bonds, and cash, against which Fund performance will be evaluated over time.

#### Performance of Gross Accumulation Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT Managed Equity Fund has risen from 249.05p to 256.20p.

For comparison, using noon prices, the performance of the Class 2 share class was +0.17% compared to a return of -1.12% for the Morningstar UK Unit Trusts/OEICs – IA Flexible Investment Peer Group (on a bid to bid basis, with income reinvested for a UK basic rate taxpayer).

For information purposes, using global close prices, the Composite Index (MSCI ACWI ex UK Index 60%, FTSE All Share Index 25%, Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 7%, SONIA 5%, Bloomberg Sterling Aggregate Index 3%) has a total return of +1.92%.

#### Market Overview and Portfolio Activity

The 12 months under review constituted a volatile period for financial markets. With inflation far above target in many developed economies, investors struggled to gauge how far central banks would have to raise interest rates to contain it, and whether policymakers could do so without tipping their respective economies into recession. Most fixed-income assets lost value, while equity markets typically finished higher, albeit after a rollercoaster ride. The main developed equity regions

outperformed emerging markets (EMs), which were little changed in aggregate. Commodities were very weak overall, having risen sharply over the preceding year. Lingering supply issues from the pandemic and more recent ones related to Russia's invasion of Ukraine pushed inflation to multi-decade highs in the US, eurozone and UK. US inflation breached the 9% mark in June (reported in July) before easing over the remainder of the period. Inflation in the UK was the most stubborn. Having peaked above 11% in October, it did not return to single figures until April – and even then, core inflation (which excludes energy and food prices) hit its highest level since 1992.

Core government bonds such as US Treasuries, German Bunds and UK gilts weakened over the year as aggressive interest-rate rises by the Federal Reserve (Fed), European Central Bank (ECB) and Bank of England (BoE) rendered fixed-interest payments less attractive. In addition, UK gilts were extremely volatile during late September and October in response to the unfunded tax-cutting plans of the then chancellor, Kwasi Kwarteng, and their reversal by his successor.

The Fed, ECB and BoE slowed the pace of rate rises after November, as the inflationary tide appeared to be turning. Nevertheless, all three continued to increase borrowing costs at every subsequent opportunity – including hikes each after the collapse of Silicon Valley Bank and other lenders in March. As the period ended, markets were pricing in further rate hikes by all three central banks, with the BoE seen as having the most still to do.

Meanwhile, equities – and to a lesser extent corporate bond spreads (the yield difference between corporate and risk-free government bond yields) – were buffeted throughout the year as fears of recession waxed and waned. In the first half of the period, economic forecasts generally deteriorated amid worries about the impact of soaring inflation, rising interest rates, ongoing Covid lockdowns in China and the potential for European energy shortages linked to the war in Ukraine. At the same time, however, risk assets were supported by surprisingly resilient company results.

Towards the end of 2022, confidence about the global economy was bolstered by signs of easing inflation and anticipation that China might be preparing to move away from its zero-Covid strategy (as duly transpired). The economic optimism continued into the new year, notably with regard to Europe. In January, for example, the flash composite purchasing managers' index (PMI) for the eurozone unexpectedly returned to growth territory. Together with plunging natural gas prices, this sparked hopes that the region might avoid recession after all.

In February, it emerged that the UK economy had flatlined in Quarter 4 rather than shrinking as expected, raising the possibility that it too might escape recession this year. Nevertheless, the twin spectres of inflation and interest-rates were never far away. The same month saw global equities and bonds weaken as strong labour-market and inflation data in the US and eurozone pushed interest-rate expectations higher again. March was dominated by the banking crisis already mentioned, which triggered a brief spell of intense volatility before concerted action by various financial authorities allayed contagion fears.

Markets were largely calmer over the remainder of the period. One minor exception was a volatility spike in early May, amid news of further trouble among regional US lenders. Another, which was accompanied by a jump in US Treasury yields, came in the final days of the period, as negotiations about the US debt ceiling went to the wire.

Overall, the MSCI All Country World Index (ACWI) of equities rose 6.2% in local-currency terms and 6.8% in sterling. Japan was strongest in local terms. A weakening in the yen – as relatively low inflation allowed the Bank of Japan to maintain its ultra-loose monetary policy – helped the export-heavy market in yen terms, though it roughly halved the return in sterling. Europe ex UK was comfortably ahead of the ACWI as recession fears eased, while the US was roughly in line. The UK trailed the global index, while emerging markets and developed Asia ex Japan brought up the rear.

In fixed income, core bond yields rose across the board. Gilts underperformed their US and German counterparts, partly reflecting the relative persistence of inflation in the UK versus Europe and especially the US. Global investment-grade (IG) credit spreads were surprisingly little changed given the volatility, tightening by around 3% in risk adjusted terms, while spreads in the euro high-yield (HY) market tightened by about 9% on the same basis.

As regards activity, we trimmed our exposure to equities during the period. In September, our Asset Allocation Strategy Group (AASG) downgraded the asset class from favour to neutral, we became more cautious about the near-term outlook for equities due to growth and monetary policy headwinds. The biggest reduction was in UK equities; we elected to take some profits following the strong absolute and relative performance of the portfolio in the fourth quarter of 2022. Nevertheless, the UK remains one of our favoured equity markets. We also trimmed US equities, which the AASG downgraded from favour to neutral in January. The US is a relatively expensive market and we have particular concerns over margin vulnerability and wage pressures. By contrast, Europe ex UK equities were upgraded from dislike to neutral in January, and the allocation ended the year under review at a similar size. We expect Europe to be a major beneficiary of lower natural gas prices and the reopening of the Chinese economy. Elsewhere, we made small reductions to EM, Asian and Japanese equities.

In fixed income, we increased exposure to government bonds, primarily through the purchase of UK gilts. At current yield levels, we believe that government bonds offer an attractive level of income and increased diversification benefits. We initially took some profits in IG debt but added to the position later in the period after valuations became more attractive following the spread widening in March. By contrast, we trimmed exposure to HY debt. The AASG downgraded HY to neutral in response to a worsening global growth outlook and a period of outperformance versus IG credit.

Looking ahead, we believe that there is likely to be a slowdown in growth versus the trend level, accompanied by reduced, but still above-trend inflation. Globally, disinflation combined with restrictive monetary policy suggests a constructive fundamental outlook for core government bonds, where yield premia are historically high compared with long-term GDP forecasts. For corporate credit, where valuations look reasonable rather than compelling, the low growth outlook should result in below-average excess returns over core bonds in the year ahead, but likely outperformance versus equities.

For equities, meanwhile, sluggish growth presents a mild risk to company earnings. Of more concern, however, global equity valuations (on a price to earnings basis) now look historically high both in absolute terms and relative to other asset classes, such as credit.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

|   | Notes | 2023<br>£000 | 2022<br>£000 |
|---|-------|--------------|--------------|
| <b>Income</b>   |       |              |              |
| Net capital gains/(losses)  | 2     | 10,718       | (28,167)     |
| Revenue   | 3     | 9,424        | 7,555        |
| Expenses  | 4     | (4,870)      | (5,213)      |
| Net revenue before taxation   |       | 4,554        | 2,342        |
| Taxation  | 5     | –            | –            |
| Net revenue after taxation  |       | 4,554        | 2,342        |
| <b>Total return before distributions</b>  |       | 15,272       | (25,825)     |
| Distributions   | 6     | (4,561)      | (2,344)      |
| <b>Change in net assets attributable to shareholders from investment activities</b> |       | 10,711       | (28,169)     |

### BALANCE SHEET

as at 25 May 2023

|  | Notes | 2023<br>£000 | 2022<br>£000 |
|--|-------|--------------|--------------|
| <b>Assets:</b>                                 |       |              |              |
| <b>Fixed assets:</b>                           |       |              |              |
| Investments                                    |       | 508,444      | 500,038      |
| <b>Current assets:</b>                         |       |              |              |
| Debtors  | 7     | 1,624        | 2,428        |
| Cash and bank balances                         | 8     | 336          | 1,509        |
| <b>Total assets</b>                            |       | 510,404      | 503,975      |
| <b>Liabilities:</b>                            |       |              |              |
| <b>Investment liabilities</b>                  |       | (90)         | (902)        |
| <b>Creditors:</b>                              |       |              |              |
| Distribution payable                           |       | (390)        | (270)        |
| Other creditors                                | 9     | (1,114)      | (3,980)      |
| <b>Total liabilities</b>                       |       | (1,594)      | (5,152)      |
| <b>Net assets attributable to shareholders</b> |       | 508,810      | 498,823      |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000 | 2022<br>£000 |
|--|--------------|--------------|
| <b>Opening net assets attributable to shareholders</b>   | 498,823      | 510,625      |
| Amounts receivable on the issue of shares  | 33,855       | 51,546       |
| Amounts payable on the cancellation of shares  | (38,530)     | (37,189)     |
|  | (4,675)      | 14,357       |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | 10,711       | (28,169)     |
| Retained distribution on accumulation shares   | 3,951        | 2,010        |
| <b>Closing net assets attributable to shareholders</b>   | 508,810      | 498,823      |

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

| Dividend distribution in pence per share |         |              |                                     |                                     |  |
|--|---------|--------------|-------------------------------------|-------------------------------------|--|
| Class 1 – Gross accumulation shares      |         |              |                                     |                                     |  |
| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |  |
| <b>Group 1</b><br>26/05/22 to 25/05/23   | 1.3061  | –            | 1.3061                              | 0.0969                              |  |
| <b>Group 2</b><br>26/05/22 to 25/05/23   | 0.8159  | 0.4902       | 1.3061                              | 0.0969                              |  |
| <b>Total distributions in the period</b> |         |              | <b>1.3061</b>                       | <b>0.0969</b>                       |  |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

## CT Managed Equity Fund

### DISTRIBUTION TABLE

(continued)

#### Class 2 – Gross accumulation shares

| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b>                           |         |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.7942  | –            | 1.7942                              | 0.8274                              |
| <b>Group 2</b>                           |         |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.2821  | 0.5121       | 1.7942                              | 0.8274                              |
| <b>Total distributions in the period</b> |         |              | <b>1.7942</b>                       | <b>0.8274</b>                       |

#### Class T – Gross income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/11/22                     | 0.5631  | –            | 0.5631                              | 0.3270                      |
| 26/11/22 to 25/05/23                     | 1.1654  | –            | 1.1654                              | 0.7777                      |
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/11/22                     | 0.4661  | 0.0970       | 0.5631                              | 0.3270                      |
| 26/11/22 to 25/05/23                     | 0.7639  | 0.4015       | 1.1654                              | 0.7777                      |
| <b>Total distributions in the period</b> |         |              | <b>1.7285</b>                       | <b>1.1047</b>               |

#### Class Z – Gross accumulation shares

| Distribution Period                      | Revenue | Equalisation | Gross Revenue Accumulated 2022/2023 | Gross Revenue Accumulated 2021/2022 |
|--|---------|--------------|-------------------------------------|-------------------------------------|
| <b>Group 1</b>                           |         |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 2.0214  | –            | 2.0214                              | 1.2983                              |
| <b>Group 2</b>                           |         |              |                                     |                                     |
| 26/05/22 to 25/05/23                     | 1.2902  | 0.7312       | 2.0214                              | 1.2983                              |
| <b>Total distributions in the period</b> |         |              | <b>2.0214</b>                       | <b>1.2983</b>                       |

Group 2: shares purchased during a distribution period.

## CT Managed Equity Fund

### Comparative Table Disclosure

|   | Class 1 – Gross accumulation shares |            |                         | Class 2 – Gross accumulation shares |             |                         |
|---|-------------------------------------|------------|-------------------------|-------------------------------------|-------------|-------------------------|
|   | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022  | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |            |                         |                                     |             |                         |
| Opening net asset value per share (p)             | 239.84                              | 252.99     | 255.32                  | 249.01                              | 262.13      | 264.47                  |
| Return before operating charges (p)               | 9.72                                | (9.56)     | (1.92)                  | 10.10                               | (9.94)      | (1.96)                  |
| Operating charges (p)                             | (3.36)                              | (3.59)     | (0.41)                  | (2.99)                              | (3.18)      | (0.38)                  |
| Return after operating charges (p)*               | 6.36                                | (13.15)    | (2.33)                  | 7.11                                | (13.12)     | (2.34)                  |
| Distributions (p)                                 | (1.31)                              | (0.10)     | –                       | (1.79)                              | (0.83)      | –                       |
| Retained distributions on accumulation shares (p) | 1.31                                | 0.10       | –                       | 1.79                                | 0.83        | –                       |
| Closing net asset value per share (p)             | 246.20                              | 239.84     | 252.99                  | 256.12                              | 249.01      | 262.13                  |
| *after direct transaction costs of (p)            | –                                   | –          | –                       | –                                   | –           | –                       |
| <b>Performance</b>                                |                                     |            |                         |                                     |             |                         |
| Return after charges (%)                          | 2.65                                | (5.20)     | (0.91)                  | 2.86                                | (5.01)      | (0.88)                  |
| <b>Other information</b>                          |                                     |            |                         |                                     |             |                         |
| Closing net asset value (£000)                    | 85,911                              | 90,370     | 144,082                 | 138,520                             | 151,313     | 153,302                 |
| Closing number of shares                          | 34,894,307                          | 37,678,774 | 56,950,807              | 54,083,872                          | 60,766,835  | 58,482,217              |
| Operating charges (%)**                           | 1.39                                | 1.39       | 1.38 <sup>1</sup>       | 1.19                                | 1.19        | 1.22 <sup>1</sup>       |
| Direct transaction costs (%)***                   | –                                   | –          | –                       | –                                   | –           | –                       |
| <b>Prices</b>                                     |                                     |            |                         |                                     |             |                         |
| Highest share price (p)                           | 257.92                              | 275.91     | 257.83                  | 268.15                              | 286.15      | 267.09                  |
| Lowest share price (p)                            | 227.68                              | 236.91     | 245.07                  | 236.56                              | 245.96      | 253.91                  |
|   | Class T – Gross income shares       |            |                         | Class Z – Gross accumulation shares |             |                         |
|   | 25/05/2023                          | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                          | 25/05/2022  | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>             |                                     |            |                         |                                     |             |                         |
| Opening net asset value per share (p)             | 155.80                              | 164.56     | 166.01                  | 179.28                              | 188.07      | 189.67                  |
| Return before operating charges (p)               | 6.34                                | (6.25)     | (1.23)                  | 7.30                                | (7.18)      | (1.41)                  |
| Operating charges (p)                             | (1.33)                              | (1.41)     | (0.17)                  | (1.53)                              | (1.61)      | (0.19)                  |
| Return after operating charges (p)*               | 5.01                                | (7.66)     | (1.40)                  | 5.77                                | (8.79)      | (1.60)                  |
| Distributions (p)                                 | (1.73)                              | (1.10)     | (0.05)                  | (2.02)                              | (1.30)      | (0.06)                  |
| Retained distributions on accumulation shares (p) | –                                   | –          | –                       | 2.02                                | 1.30        | 0.06                    |
| Closing net asset value per share (p)             | 159.08                              | 155.80     | 164.56                  | 185.05                              | 179.28      | 188.07                  |
| *after direct transaction costs of (p)            | –                                   | –          | –                       | –                                   | –           | –                       |
| <b>Performance</b>                                |                                     |            |                         |                                     |             |                         |
| Return after charges (%)                          | 3.22                                | (4.65)     | (0.84)                  | 3.22                                | (4.67)      | (0.84)                  |
| <b>Other information</b>                          |                                     |            |                         |                                     |             |                         |
| Closing net asset value (£000)                    | 53,228                              | 54,027     | 60,156                  | 231,151                             | 203,113     | 153,085                 |
| Closing number of shares                          | 33,459,369                          | 34,676,450 | 36,555,136              | 124,915,671                         | 113,294,773 | 81,397,939              |
| Operating charges (%)**                           | 0.84                                | 0.84       | 0.86 <sup>1</sup>       | 0.84                                | 0.84        | 0.86 <sup>1</sup>       |
| Direct transaction costs (%)***                   | –                                   | –          | –                       | –                                   | –           | –                       |
| <b>Prices</b>                                     |                                     |            |                         |                                     |             |                         |
| Highest share price (p)                           | 167.61                              | 179.94     | 167.67                  | 193.54                              | 205.64      | 191.56                  |
| Lowest share price (p)                            | 148.22                              | 154.66     | 159.43                  | 170.55                              | 177.07      | 182.15                  |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. The calculation includes the fund's share of the expenses of the underlying fund less any fee rebates received. The share of costs of the underlying funds may fluctuate due to changes in investment decisions, which may be required as a result of changes in market conditions. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

<sup>1</sup> Commenced 9 April 2021.

<sup>1</sup> The Ongoing Charges Figure is annualised based on the fees incurred since commencement date.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.



## CT Managed Equity Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL GAINS/(LOSSES)

Net capital gains/(losses) during the period comprise:

|   | 2023    | 2022     |
|---|---------|----------|
|   | £000    | £000     |
| Non-derivative securities*                            | 11,172  | (27,069) |
| Forward currency contracts                            | (419)   | (1,308)  |
| Other (losses)/gains                                  | (35)    | 210      |
| Net capital gains/(losses)                            | 10,718  | (28,167) |
| The non-derivative securities balance above includes: |         |          |
| Realised (losses)/gains*                              | (2,095) | 1,760    |
| Unrealised gains/(losses)*                            | 13,267  | (28,829) |
|   | 11,172  | (27,069) |

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

#### 3 REVENUE

|                                  | 2023  | 2022  |
|----------------------------------|-------|-------|
|                                  | £000  | £000  |
| Franked dividend distributions   | 7,903 | 6,514 |
| Unfranked dividend distributions | 1,451 | 1,039 |
| Bank interest                    | 70    | 2     |
| Total revenue                    | 9,424 | 7,555 |

#### 4 EXPENSES

|  | 2023    | 2022    |
|--|---------|---------|
|  | £000    | £000    |
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |         |         |
| Annual management charge   | (4,790) | (5,129) |
|  | (4,790) | (5,129) |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |         |         |
| Depositary fees  | (61)    | (64)    |
| Safe custody fees  | (8)     | (9)     |
|  | (69)    | (73)    |
| Other expenses:  |         |         |
| Audit fees   | (11)    | (11)    |
|  | (11)    | (11)    |
| Total expenses*  | (4,870) | (5,213) |

\*Including irrecoverable VAT where applicable.

#### 5 TAXATION

|   | 2023  | 2022  |
|---|-------|-------|
|   | £000  | £000  |
| <b>a) Analysis of charge in period</b>  |       |       |
| Total current tax (note 5b)   | –     | –     |
| Total tax charge for the period   | –     | –     |
| <b>b) Factors affecting taxation charge for period</b>  |       |       |
| Net revenue before taxation   | 4,554 | 2,342 |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (911) | (468) |
| Effects of:   |       |       |
| Revenue not subject to taxation   | 1,581 | 1,303 |
| Excess expenses   | (668) | (834) |
| Conversion transfer from capital  | (2)   | (1)   |
| Current tax charge for period (note 5a)   | –     | –     |

The fund has not recognised a deferred tax asset of £2,830,588 (2022: £2,162,517) arising as a result of having unutilised management expenses. The movement in deferred tax asset may not agree to the excess expenses figure quoted above due to prior year adjustments. It is unlikely that these expenses will be utilised in future years.

#### 6 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023  | 2022  |
|---|-------|-------|
|   | £000  | £000  |
| Interim   | 191   | 117   |
| Final   | 4,341 | 2,280 |
|   | 4,532 | 2,397 |
| Add: Revenue deducted on the cancellation of shares | 125   | 65    |
| Deduct: Revenue received on the creation of shares  | (96)  | (118) |
| Net distribution for the period                     | 4,561 | 2,344 |
| Net revenue after taxation                          | 4,554 | 2,342 |
| Equalisation on conversion                          | 7     | 2     |
| Total distributions                                 | 4,561 | 2,344 |

Details of the distribution per share are set out in the table on pages 52 to 53.

#### 7 DEBTORS

|  | 2023  | 2022  |
|--|-------|-------|
|  | £000  | £000  |
| Amounts receivable for the issue of shares | 78    | 685   |
| Sales awaiting settlement                  | 1,543 | 1,743 |
| Accrued revenue                            | 3     | –     |
| Total debtors                              | 1,624 | 2,428 |

#### 8 CASH AND BANK BALANCES

|   | 2023 | 2022  |
|---|------|-------|
|   | £000 | £000  |
| Amounts held at futures clearing houses and brokers | –    | 530   |
| Cash and bank balances                              | 336  | 979   |
| Total cash and bank balances                        | 336  | 1,509 |

#### 9 OTHER CREDITORS

|  | 2023    | 2022    |
|--|---------|---------|
|  | £000    | £000    |
| Amounts payable for the cancellation of shares | (773)   | (145)   |
| Purchases awaiting settlement                  | –       | (3,495) |
| Accrued expenses                               | (12)    | (8)     |
| Amounts payable to ACD                         | (329)   | (332)   |
| Total other creditors                          | (1,114) | (3,980) |

#### 10 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 7 and 9.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 9.

A balance of £Nil (2022: £Nil), in respect of annual management rebates is receivable at the end of the accounting period.

The fund invests in other sub-funds managed by Columbia Threadneedle, all transactions in respect of which are transacted with Threadneedle Investment Services Limited. Details of the investments are shown in the Portfolio Statement.

In addition this investment has produced a non-derivative security gain of £13,267,164 (2022: loss of £28,829,018).

All transactions have been entered into in the ordinary course of business on normal commercial terms.

#### 11 SHAREHOLDER FUNDS

CT Managed Equity Fund currently has four share classes; Class 1, Class 2, Class T and Class Z shares. The charges on each share class are as follows:

| Annual management charge |       |
|--------------------------|-------|
| Class 1 shares           | 1.30% |
| Class 2 shares           | 1.10% |
| Class T shares           | 0.75% |
| Class Z shares           | 0.75% |

## CT Managed Equity Fund

### Notes to the financial statements

(continued)

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on page 54. The distribution per share class is given in the distribution table on pages 52 to 53. All classes have the same rights on winding up.

#### Reconciliation of shares

|  | 2023        |
|--|-------------|
| <b>Class 1 – Gross accumulation shares</b> |             |
| Opening shares                             | 37,678,774  |
| Shares issued                              | 982,429     |
| Shares redeemed                            | (3,177,410) |
| Net conversions                            | (589,486)   |
| Closing shares                             | 34,894,307  |
| <b>Class 2 – Gross accumulation shares</b> |             |
| Opening shares                             | 60,766,835  |
| Shares issued                              | 4,731,009   |
| Shares redeemed                            | (3,671,212) |
| Net conversions                            | (7,742,760) |
| Closing shares                             | 54,083,872  |
| <b>Class T – Gross income shares</b>       |             |
| Opening shares                             | 34,676,450  |
| Shares issued                              | 410,496     |
| Shares redeemed                            | (1,892,152) |
| Net conversions                            | 264,575     |
| Closing shares                             | 33,459,369  |
| <b>Class Z – Gross accumulation shares</b> |             |
| Opening shares                             | 113,294,773 |
| Shares issued                              | 10,235,766  |
| Shares redeemed                            | (9,914,335) |
| Net conversions                            | 11,299,467  |
| Closing shares                             | 124,915,671 |

#### 12 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

##### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 5% market increase applied to the fund would result in an estimated increase in net asset value of the fund by 4.15% and vice versa (2022: 4.30%).

A 1.00% interest rate decrease applied to the fund would result in an estimated increase in net asset value of the fund by 0.92% and vice versa (2022: 0.48%).

##### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

##### Credit/Counterparty exposure

The following details exposure to counterparties obtained through the use of derivatives:

| 2023                | Forward Foreign Exchange        | Collateral        |
|---------------------|---------------------------------|-------------------|
|                     | Contracts Exposure              | Pledged           |
| <b>Counterparty</b> | <b>£000</b>                     | <b>£000</b>       |
| HSBC                | 2                               | –                 |
| Lloyds              | 106                             | –                 |
| UBS                 | 402                             | –                 |
| <b>2022</b>         | <b>Forward Foreign Exchange</b> | <b>Collateral</b> |
|                     | <b>Contracts Exposure</b>       | <b>Pledged</b>    |
| <b>Counterparty</b> | <b>£000</b>                     | <b>£000</b>       |
| Barclays            | 105                             | –                 |
| HSBC                | –                               | 530               |

The fund held £670,000 (2022: £110,000) of collateral received from the fund's counterparties. The collateral held was in the form of cash. Collateral received is not owned by the fund and therefore is not included in the fund's cash balance.

Positive exposure represents the fund's exposure to that counterparty and not the fund's holdings with that counterparty.

##### Interest rate risk

Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

##### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

##### Derivative risks

Derivatives including forward foreign exchange contracts are employed when they are the cheapest and most efficient method of gaining exposure. This increases the risk profile of the fund and may result in a higher degree of volatility. All open positions are regularly reviewed by the fund manager. The fund has entered into various forward foreign exchange contracts during this accounting period. Such contracts commit the fund to future deliveries or receipts, typically three months forward, of assets and liabilities, at prices decided at the point of striking the contract. They therefore allow the fund manager to limit risk, or to enhance fund performance in return for the acceptance of greater risk.

At 25 May 2023, the fund had outstanding forward foreign exchange contracts with an asset value of £576,000 (2022: £337,000) and a liability value of £90,000 (2022: £902,000).

#### 13 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

| Valuation technique | 2023    |             | 2022    |             |
|---------------------|---------|-------------|---------|-------------|
|                     | Assets  | Liabilities | Assets  | Liabilities |
|                     | £000    | £000        | £000    | £000        |
| Level 2             | 508,444 | (90)        | 500,038 | (902)       |
|                     | 508,444 | (90)        | 500,038 | (902)       |

#### 14 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

#### 15 PORTFOLIO TRANSACTION COSTS

During the period under review the fund's purchases and sales of collective investment schemes purchases and sales amounted to £94,326,716 (2022: £107,449,067) and £106,685,816 (2022: £97,937,693) respectively.

The purchases and sales are not subject to portfolio transaction costs.

At the balance sheet date, the portfolio dealing spread was Nil (25 May 2022: Nil), being the difference between the respective buying and selling prices for the fund's investments.

## CT Managed Equity Income Fund

### Investment Report

#### Investment Objective and Policy

The Fund aims to provide income with the prospect of some capital growth over the long term. It looks to achieve an income yield higher than a composite index over rolling 3-year periods, after the deduction of charges.

This composite index comprises:

- 60% FTSE All-Share Index,
- 15% iBoxx GBP Non-Gilts Index,
- 10% MSCI Europe Index,
- 10% MSCI ACWI Index,
- 5% ICE BofA European Currency High Yield Excluding Subordinated Financials Constrained (Hedged to Sterling) Index

The Fund is actively managed, and invests at least 70% of its assets in other funds. The Fund usually invests in other Columbia Threadneedle funds, however, funds managed by companies outside the Columbia Threadneedle group may also be held, when this is considered appropriate. These funds may invest worldwide.

The Fund focuses on investment in funds providing exposure to equities (company shares), but also has some exposure to bonds (which may include both corporate and government bonds).

The balance of the exposure to these different asset types may vary over time, however, equity exposure is usually between 70-90% of the Fund's value, under normal market conditions.

The Fund may also hold money market instruments, deposits, cash, and near cash. Derivatives may be used with the aim of reducing risk or managing the Fund more efficiently, and up to 20% of the value of the Fund may be invested in funds that use derivatives for investment purposes.

The composite index is representative of the Fund's investment exposure, and provides a suitably weighted target benchmark of UK equities, global equities, European equities (including UK), investment grade sterling-denominated bonds, and euro and sterling-denominated below investment grade bonds, against which Fund performance will be evaluated over time.

#### Performance of Gross Income Class 2 Shares\*

From 26 May 2022 to 25 May 2023, the published share price of the CT Managed Equity Income Fund has fallen from 79.17p to 78.34p.

For comparison, using noon prices, the performance of the Class 2 share class was +0.67%.

For information purposes, using global close prices, the Composite Index (FTSE All Share Index 60%, iBoxx Sterling Non-Gilts 15%, MSCI Europe 10%, MSCI ACWI 10%, ICE BofA European Currency High Yield Excluding Subordinated Financials Constrained (GBP Hedged) 5%) has a total return of +0.28%.

#### Market Overview and Portfolio Activity

The 12 months under review constituted a volatile period for most financial markets, including UK equities.

Even before Russia's invasion of Ukraine in February 2022, inflationary pressures had been building due to pandemic-related supply chain disruptions. As energy prices rose further following the invasion, inflation reached over 9% in the US and

hit double digits in Europe and the UK. In response, the Federal Reserve, the Bank of England (BoE) and the European Central Bank raised interest rates aggressively. The Bank of Japan remained an outlier, maintaining its ultra-loose monetary policy. Rising inflation and interest rates triggered fears of an economic slowdown in the UK and globally, as the Russia-Ukraine conflict and China's stringent Covid controls exacerbated the supply-chain bottlenecks that had resulted from the pandemic. At the same time, though, UK equities were supported by surprisingly resilient company results and a slew of overseas takeover and private-equity bids. The UK stock market also benefited from strength in the sizeable mining and energy sectors in the first few months of the review period as prices of these underlying commodities rose sharply following the Russian invasion.

Sentiment towards UK assets was further impacted by political uncertainty in the autumn, as the then government unveiled a mini-budget featuring significant unfunded tax cuts. This triggered a slump in stocks and sterling, while gilt yields and mortgage rates surged. The (BoE) stepped in and bought bonds in an emergency move to head off a potential crisis in the pensions industry. Later, these price moves were reversed as markets welcomed the replacement of Prime Minister Liz Truss and Chancellor Kwasi Kwarteng with the more fiscally conservative Rishi Sunak and Jeremy Hunt, who reversed most of their predecessors' plans. Sentiment improved again later in 2022 as China relaxed its zero-Covid policy, improving the outlook for global growth. In early 2023, falling energy costs sparked further optimism, as did signs that inflation in many advanced economies (including the UK) had likely peaked.

March brought a spell of intense volatility for markets due to the collapse of Silicon Valley Bank and Signature Bank in the US, along with the forced takeover of Credit Suisse by its rival UBS in Europe. This stoked fears of wider trouble in the banking sector and equities sold off sharply. Although the FTSE All-Share was initially impacted by its sizeable exposure to financials, mining and energy stocks, markets later rebounded as swift action by financial authorities allayed contagion fears and investors grew hopeful that interest rates might soon peak. However, energy and mining stocks remained subdued after their robust gains earlier in 2022 amid concerns about slowing Chinese demand for commodities. Markets were calmer over the remainder of the period, though there was some further volatility as negotiations about the US debt ceiling went to the wire (though a deal avoiding a US default has since been reached).

Turning to the UK economy, retail sales weakened after consumers reined in spending, as soaring energy costs pushed up inflation and knocked sentiment. Headline consumer price inflation peaked above 11% in October and did not return to single figures until April – and even then, core inflation remained elevated. More positively, GDP growth was flat in Quarter 4 (Q4) 2022 and rose slightly in Q1 2023, confounding recent predictions that the country was headed for a technical recession. The BoE said it still expected the economy to stagnate in the first half of this year, but that it no longer expects a recession in 2023 given lower energy prices and improvements in business and consumer sentiment.

Against this backdrop, the MSCI All-Country World Index (ACWI) posted a positive return over the period in sterling. The FTSE All-Share also advanced but was slightly behind the global index. Having outperformed over much of 2022, UK equities lagged in 2023, as oil and industrial metal prices retreated from their post-invasion highs. The UK stock market was also impacted

by news that inflation was falling more slowly than anticipated, stoking expectations of further interest-rate hikes by the BoE.

Of the other major equity regions, Japanese stocks fared best, markedly outperforming their global peers. Europe ex UK stocks followed, also beating the global index, as the region's economic outlook improved from late 2022 onwards due to falls in gas prices and hopes that China's post-Covid reopening would boost trade. US equities were modestly ahead of the MSCI ACWI, as the sizeable technology sector rallied in 2023. Emerging markets brought up the rear as optimism about China's reopening was set against concerns over geopolitical tensions between Beijing and Washington.

In fixed income, yields on core government bonds – those issued by countries such as the US, the UK and Germany – rose over the year (meaning prices fell) as aggressive interest-rate rises rendered fixed-interest payments less attractive. In addition, UK government bonds were extremely volatile during late September and October in response to the then government's aforementioned tax-cutting plans. Corporate bond markets were also weak over much of the period, with the negative impact of higher underlying government bond yields compounded by wider credit spreads (the yield premiums over risk-free government bonds). However, spreads narrowed from the fourth quarter (Q4) of 2022 onwards amid easing concerns about monetary tightening.

At the end of the period, the fund's largest allocation was to UK equities, which accounted for circa 65% of the net asset value. The remainder was invested in global and European equities (c. 20% in total), IG and HY bonds (c. 14%), with a small cash position.

Looking ahead, we feel that there is likely to be a slowdown in growth versus the trend level, accompanied by reduced, but still above-trend inflation. In the UK, we have recently increased our inflation and interest-rate expectations given recent signs that inflationary pressures not directly linked to gas prices are persisting more stubbornly than previously anticipated.

Despite the challenging backdrop, however, we feel there is also still value to be had in select risk assets, especially the shares and bonds of those companies with relatively defensive cashflows.

UK equities are still deeply discounted relative to global peers, which is helping UK companies to remain attractive targets for overseas takeover and private-equity bids. The UK is home to world-leading businesses with favourable prospects – many of which are trading at distressed levels. Within the underlying UK equity income funds, our role in investing in companies goes beyond valuations; we feel that engagement is key and see ourselves as owners and not renters of businesses. Our ongoing constructive engagement approach enables us to take a contrarian and long-term view. As patient, conviction investors, we will continue to avoid short-term trades and concentrate on company fundamentals to target strong, risk-adjusted returns. As regards fixed income, disinflation combined with restrictive monetary policy suggests a constructive fundamental outlook for core government bonds, where yield premia are historically high compared with long-term GDP forecasts.

In corporate credit, while valuations (based on spreads) are no longer compelling, they still look reasonable. Furthermore, yields – another way of valuing the market – remain elevated. This is good news for those seeking income.

### STATEMENT OF TOTAL RETURN

for the accounting period 26 May 2022 to 25 May 2023

|   | Notes | 2023<br>£000   | 2022<br>£000   |
|---|-------|----------------|----------------|
| Income  |       |                |                |
| Net capital losses  | 2     | (345)          | (1,789)        |
| Revenue   | 3     | 2,414          | 2,385          |
| Expenses  | 4     | (680)          | (800)          |
| Net revenue before taxation   |       | 1,734          | 1,585          |
| Taxation  | 5     | –              | –              |
| Net revenue after taxation  |       | 1,734          | 1,585          |
| Total return before distributions   |       | 1,389          | (204)          |
| Distributions   | 6     | (2,414)        | (2,386)        |
| <b>Change in net assets attributable to shareholders from investment activities</b> |       | <b>(1,025)</b> | <b>(2,590)</b> |

### BALANCE SHEET

as at 25 May 2023

|  | Notes | 2023<br>£000  | 2022<br>£000  |
|--|-------|---------------|---------------|
| <b>Assets:</b>                                 |       |               |               |
| <b>Fixed assets:</b>                           |       |               |               |
| Investments                                    |       | 62,739        | 69,591        |
| <b>Current assets:</b>                         |       |               |               |
| Debtors  | 7     | 315           | 1,080         |
| Cash and bank balances                         |       | 690           | 265           |
| Total assets                                   |       | 63,744        | 70,936        |
| <b>Liabilities:</b>                            |       |               |               |
| <b>Creditors:</b>                              |       |               |               |
| Distribution payable                           |       | (643)         | (478)         |
| Other creditors                                | 8     | (133)         | (192)         |
| Total liabilities                              |       | (776)         | (670)         |
| <b>Net assets attributable to shareholders</b> |       | <b>62,968</b> | <b>70,266</b> |

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the accounting period 26 May 2022 to 25 May 2023

|  | 2023<br>£000  | 2022<br>£000  |
|--|---------------|---------------|
| Opening net assets attributable to shareholders  | 70,266        | 80,337        |
| Amounts receivable on the issue of shares  | 3,039         | 2,626         |
| Amounts payable on the cancellation of shares  | (9,312)       | (10,107)      |
|  | (6,273)       | (7,481)       |
| Change in net assets attributable to shareholders from investment activities (see statement of total return above) | (1,025)       | (2,590)       |
| <b>Closing net assets attributable to shareholders</b>   | <b>62,968</b> | <b>70,266</b> |

### DISTRIBUTION TABLE

for the accounting period 26 May 2022 to 25 May 2023

Dividend distribution in pence per share

#### Class 1 – Gross income shares

| Distribution Period  | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|----------------------|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>       |         |              |                                     |                             |
| 26/05/22 to 25/06/22 | 0.1450  | –            | 0.1450                              | 0.1450                      |
| 26/06/22 to 25/07/22 | 0.1450  | –            | 0.1450                              | 0.1450                      |
| 26/07/22 to 25/08/22 | 0.1450  | –            | 0.1450                              | 0.1350                      |
| 26/08/22 to 25/09/22 | 0.1950  | –            | 0.1950                              | 0.1900                      |
| 26/09/22 to 25/10/22 | 0.1950  | –            | 0.1950                              | 0.1900                      |
| 26/10/22 to 25/11/22 | 0.1950  | –            | 0.1950                              | 0.1900                      |
| 26/11/22 to 25/12/22 | 0.1950  | –            | 0.1950                              | 0.1900                      |
| 26/12/22 to 25/01/23 | 0.1950  | –            | 0.1950                              | 0.1900                      |
| 26/01/23 to 25/02/23 | 0.1950  | –            | 0.1950                              | 0.1900                      |
| 26/02/23 to 25/03/23 | 0.1950  | –            | 0.1950                              | 0.1900                      |
| 26/03/23 to 25/04/23 | 0.1950  | –            | 0.1950                              | 0.1900                      |
| 26/04/23 to 25/05/23 | 0.7195  | –            | 0.7195                              | 0.4988                      |

\*In pound Sterling and against UK peer group (See Performance summary on page 84).

## CT Managed Equity Income Fund

### DISTRIBUTION TABLE

(continued)

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/06/22                     | –       | 0.1450       | 0.1450                              | 0.1450                      |
| 26/06/22 to 25/07/22                     | –       | 0.1450       | 0.1450                              | 0.1450                      |
| 26/07/22 to 25/08/22                     | –       | 0.1450       | 0.1450                              | 0.1350                      |
| 26/08/22 to 25/09/22                     | –       | 0.1950       | 0.1950                              | 0.1900                      |
| 26/09/22 to 25/10/22                     | –       | 0.1950       | 0.1950                              | 0.1900                      |
| 26/10/22 to 25/11/22                     | –       | 0.1950       | 0.1950                              | 0.1900                      |
| 26/11/22 to 25/12/22                     | –       | 0.1950       | 0.1950                              | 0.1900                      |
| 26/12/22 to 25/01/23                     | –       | 0.1950       | 0.1950                              | 0.1900                      |
| 26/01/23 to 25/02/23                     | –       | 0.1950       | 0.1950                              | 0.1900                      |
| 26/02/23 to 25/03/23                     | –       | 0.1950       | 0.1950                              | 0.1900                      |
| 26/03/23 to 25/04/23                     | –       | 0.1950       | 0.1950                              | 0.1900                      |
| 26/04/23 to 25/05/23                     | –       | 0.7195       | 0.7195                              | 0.4988                      |
| <b>Total distributions in the period</b> |         |              | <b>2.7145</b>                       | <b>2.4438</b>               |

#### Class 2 – Gross income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/06/22                     | 0.1500  | –            | 0.1500                              | 0.1500                      |
| 26/06/22 to 25/07/22                     | 0.1500  | –            | 0.1500                              | 0.1500                      |
| 26/07/22 to 25/08/22                     | 0.1500  | –            | 0.1500                              | 0.1400                      |
| 26/08/22 to 25/09/22                     | 0.2000  | –            | 0.2000                              | 0.2000                      |
| 26/09/22 to 25/10/22                     | 0.2000  | –            | 0.2000                              | 0.2000                      |
| 26/10/22 to 25/11/22                     | 0.2000  | –            | 0.2000                              | 0.2000                      |
| 26/11/22 to 25/12/22                     | 0.2000  | –            | 0.2000                              | 0.2000                      |
| 26/12/22 to 25/01/23                     | 0.2000  | –            | 0.2000                              | 0.2000                      |
| 26/01/23 to 25/02/23                     | 0.2000  | –            | 0.2000                              | 0.2000                      |
| 26/02/23 to 25/03/23                     | 0.2000  | –            | 0.2000                              | 0.2000                      |
| 26/03/23 to 25/04/23                     | 0.2000  | –            | 0.2000                              | 0.2000                      |
| 26/04/23 to 25/05/23                     | 0.7862  | –            | 0.7862                              | 0.5088                      |
| <b>Total distributions in the period</b> |         |              | <b>2.8362</b>                       | <b>2.5488</b>               |
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/06/22                     | –       | 0.1500       | 0.1500                              | 0.1500                      |
| 26/06/22 to 25/07/22                     | 0.0039  | 0.1461       | 0.1500                              | 0.1500                      |
| 26/07/22 to 25/08/22                     | –       | 0.1500       | 0.1500                              | 0.1400                      |
| 26/08/22 to 25/09/22                     | –       | 0.2000       | 0.2000                              | 0.2000                      |
| 26/09/22 to 25/10/22                     | –       | 0.2000       | 0.2000                              | 0.2000                      |
| 26/10/22 to 25/11/22                     | –       | 0.2000       | 0.2000                              | 0.2000                      |
| 26/11/22 to 25/12/22                     | –       | 0.2000       | 0.2000                              | 0.2000                      |
| 26/12/22 to 25/01/23                     | –       | 0.2000       | 0.2000                              | 0.2000                      |
| 26/01/23 to 25/02/23                     | –       | 0.2000       | 0.2000                              | 0.2000                      |
| 26/02/23 to 25/03/23                     | –       | 0.2000       | 0.2000                              | 0.2000                      |
| 26/03/23 to 25/04/23                     | –       | 0.2000       | 0.2000                              | 0.2000                      |
| 26/04/23 to 25/05/23                     | 0.0688  | 0.7174       | 0.7862                              | 0.5088                      |
| <b>Total distributions in the period</b> |         |              | <b>2.8362</b>                       | <b>2.5488</b>               |

#### Class Z – Gross income shares

| Distribution Period                      | Revenue | Equalisation | Distribution Paid/Payable 2022/2023 | Distribution Paid 2021/2022 |
|--|---------|--------------|-------------------------------------|-----------------------------|
| <b>Group 1</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/06/22                     | 0.2050  | –            | 0.2050                              | 0.2050                      |
| 26/06/22 to 25/07/22                     | 0.2050  | –            | 0.2050                              | 0.2050                      |
| 26/07/22 to 25/08/22                     | 0.2050  | –            | 0.2050                              | 0.2050                      |
| 26/08/22 to 25/09/22                     | 0.2750  | –            | 0.2750                              | 0.2700                      |
| 26/09/22 to 25/10/22                     | 0.2750  | –            | 0.2750                              | 0.2700                      |
| 26/10/22 to 25/11/22                     | 0.2750  | –            | 0.2750                              | 0.2700                      |
| 26/11/22 to 25/12/22                     | 0.2750  | –            | 0.2750                              | 0.2700                      |
| 26/12/22 to 25/01/23                     | 0.2750  | –            | 0.2750                              | 0.2700                      |
| 26/01/23 to 25/02/23                     | 0.2750  | –            | 0.2750                              | 0.2700                      |
| 26/02/23 to 25/03/23                     | 0.2750  | –            | 0.2750                              | 0.2700                      |
| 26/03/23 to 25/04/23                     | 0.2750  | –            | 0.2750                              | 0.2700                      |
| 26/04/23 to 25/05/23                     | 1.1809  | –            | 1.1809                              | 0.8002                      |
| <b>Group 2</b>                           |         |              |                                     |                             |
| 26/05/22 to 25/06/22                     | –       | 0.2050       | 0.2050                              | 0.2050                      |
| 26/06/22 to 25/07/22                     | –       | 0.2050       | 0.2050                              | 0.2050                      |
| 26/07/22 to 25/08/22                     | –       | 0.2050       | 0.2050                              | 0.2050                      |
| 26/08/22 to 25/09/22                     | –       | 0.2750       | 0.2750                              | 0.2700                      |
| 26/09/22 to 25/10/22                     | –       | 0.2750       | 0.2750                              | 0.2700                      |
| 26/10/22 to 25/11/22                     | –       | 0.2750       | 0.2750                              | 0.2700                      |
| 26/11/22 to 25/12/22                     | –       | 0.2750       | 0.2750                              | 0.2700                      |
| 26/12/22 to 25/01/23                     | –       | 0.2750       | 0.2750                              | 0.2700                      |
| 26/01/23 to 25/02/23                     | –       | 0.2750       | 0.2750                              | 0.2700                      |
| 26/02/23 to 25/03/23                     | –       | 0.2750       | 0.2750                              | 0.2700                      |
| 26/03/23 to 25/04/23                     | –       | 0.2750       | 0.2750                              | 0.2700                      |
| 26/04/23 to 25/05/23                     | 0.0368  | 1.1441       | 1.1809                              | 0.8002                      |
| <b>Total distributions in the period</b> |         |              | <b>3.9959</b>                       | <b>3.5752</b>               |

Group 2: shares purchased during a distribution period.

## CT Managed Equity Income Fund

### Comparative Table Disclosure

|  | Class 1 – Gross income shares |            |                         | Class 2 – Gross income shares |            |                         |
|--|-------------------------------|------------|-------------------------|-------------------------------|------------|-------------------------|
|  | 25/05/2023                    | 25/05/2022 | 25/05/2021 <sup>1</sup> | 25/05/2023                    | 25/05/2022 | 25/05/2021 <sup>1</sup> |
| <b>Change in net assets per share</b>  |                               |            |                         |                               |            |                         |
| Opening net asset value per share (p)  | 75.39                         | 78.37      | 77.63                   | 78.71                         | 81.73      | 80.94                   |
| Return before operating charges (p)    | 2.50                          | 0.51       | 1.28                    | 2.63                          | 0.54       | 1.34                    |
| Operating charges (p)                  | (0.96)                        | (1.05)     | (0.13)                  | (0.94)                        | (1.01)     | (0.12)                  |
| Return after operating charges (p)*    | 1.54                          | (0.54)     | 1.15                    | 1.69                          | (0.47)     | 1.22                    |
| Distributions (p)                      | (2.71)                        | (2.44)     | (0.41)                  | (2.84)                        | (2.55)     | (0.43)                  |
| Closing net asset value per share (p)  | 74.22                         | 75.39      | 78.37                   | 77.56                         | 78.71      | 81.73                   |
| *after direct transaction costs of (p) | –                             | –          | –                       | –                             | –          | –                       |
| <b>Performance</b>                     |                               |            |                         |                               |            |                         |
| Return after charges (%)               | 2.04                          | (0.69)     | 1.48                    | 2.15                          | (0.58)     | 1.51                    |
| <b>Other information</b>               |                               |            |                         |                               |            |                         |
| Closing net asset value (£000)         | 22,898                        | 24,890     | 42,149                  | 16,800                        | 19,350     | 21,660                  |
| Closing number of shares               | 30,851,514                    | 33,012,852 | 53,784,703              | 21,659,072                    | 24,584,446 | 26,503,106              |
| Operating charges (%)**                | 1.31                          | 1.31       | 1.38 <sup>†</sup>       | 1.21                          | 1.21       | 1.23 <sup>†</sup>       |
| Direct transaction costs (%)***        | –                             | –          | –                       | –                             | –          | –                       |
| <b>Prices</b>                          |                               |            |                         |                               |            |                         |
| Highest share price (p)                | 77.42                         | 81.90      | 78.79                   | 80.91                         | 85.46      | 82.17                   |
| Lowest share price (p)                 | 67.26                         | 71.03      | 76.81                   | 70.25                         | 74.13      | 80.10                   |
| <b>Class Z – Gross income shares</b>   |                               |            |                         |                               |            |                         |
|  | 25/05/2023                    | 25/05/2022 | 25/05/2021 <sup>1</sup> |                               |            |                         |
| <b>Change in net assets per share</b>  |                               |            |                         |                               |            |                         |
| Opening net asset value per share (p)  | 110.63                        | 114.41     | 113.26                  |                               |            |                         |
| Return before operating charges (p)    | 3.71                          | 0.76       | 1.86                    |                               |            |                         |
| Operating charges (p)                  | (0.88)                        | (0.96)     | (0.11)                  |                               |            |                         |
| Return after operating charges (p)*    | 2.83                          | (0.20)     | 1.75                    |                               |            |                         |
| Distributions (p)                      | (4.00)                        | (3.58)     | (0.60)                  |                               |            |                         |
| Closing net asset value per share (p)  | 109.46                        | 110.63     | 114.41                  |                               |            |                         |
| *after direct transaction costs of (p) | –                             | –          | –                       |                               |            |                         |
| <b>Performance</b>                     |                               |            |                         |                               |            |                         |
| Return after charges (%)               | 2.56                          | (0.17)     | 1.55                    |                               |            |                         |
| <b>Other information</b>               |                               |            |                         |                               |            |                         |
| Closing net asset value (£000)         | 23,270                        | 26,026     | 16,528                  |                               |            |                         |
| Closing number of shares               | 21,258,812                    | 23,525,153 | 14,445,771              |                               |            |                         |
| Operating charges (%)**                | 0.81                          | 0.81       | 0.81 <sup>†</sup>       |                               |            |                         |
| Direct transaction costs (%)***        | –                             | –          | –                       |                               |            |                         |
| <b>Prices</b>                          |                               |            |                         |                               |            |                         |
| Highest share price (p)                | 114.11                        | 119.90     | 115.01                  |                               |            |                         |
| Lowest share price (p)                 | 98.92                         | 104.16     | 112.11                  |                               |            |                         |

\*\*The Operating charges are represented by the Ongoing Charges Figure (OCF) which is the European standard method of disclosing the charges of a share class of a fund based on the financial year's expenses and may vary from year to year. It includes charges such as the fund's annual management charge, registration fee, custody fees and distribution cost but ordinarily excludes the costs of buying or selling assets for the fund (unless these assets are shares of another fund). The non-UCITS retail scheme Key Investor Information document (NURS-KII) contains the current OCF. The calculation includes the fund's share of the expenses of the underlying fund less any fee rebates received. The share of costs of the underlying funds may fluctuate due to changes in investment decisions, which may be required as a result of changes in market conditions. For a more detailed breakdown please visit [columbiathreadneedle.com/fees](http://columbiathreadneedle.com/fees).

\*\*\*Transaction costs have not been reduced by any amounts collected from dilution levies/adjustments.

<sup>1</sup> Commenced 9 April 2021.

<sup>†</sup> The Ongoing Charges Figure is annualised based on the fees incurred since commencement date.

Highest and Lowest share prices are based on official published daily NAVs priced at 12 noon on the last business day of the year on a mid basis. The closing net asset value per share is at close of business on a bid basis.

## CT Managed Equity Income Fund

### Notes to the financial statements

for the accounting period 26 May 2022 to 25 May 2023

#### 1 ACCOUNTING POLICIES

The accounting policies for the fund are the same as those disclosed on pages 4 and 5.

#### 2 NET CAPITAL LOSSES

Net capital losses during the period comprise:

|   | 2023  | 2022    |
|---|-------|---------|
|   | £000  | £000    |
| Non-derivative securities*                            | (345) | (1,789) |
| Net capital losses                                    | (345) | (1,789) |
| The non-derivative securities balance above includes: |       |         |
| Realised (losses)/gains*                              | (115) | 230     |
| Unrealised losses*                                    | (230) | (2,019) |
|   | (345) | (1,789) |

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

#### 3 REVENUE

|                                  | 2023  | 2022  |
|----------------------------------|-------|-------|
|                                  | £000  | £000  |
| Franked dividend distributions   | 2,065 | 2,082 |
| Unfranked dividend distributions | 336   | 302   |
| Bank interest                    | 13    | 1     |
| Total revenue                    | 2,414 | 2,385 |

#### 4 EXPENSES

|  | 2023  | 2022  |
|--|-------|-------|
|  | £000  | £000  |
| Payable to the ACD or associates of the ACD, and the agents of either of them:               |       |       |
| Annual management charge   | (652) | (771) |
|  | (652) | (771) |
| Payable to the depositary or associates of the depositary, and the agents of either of them: |       |       |
| Depositary fees  | (8)   | (9)   |
| Safe custody fees  | (9)   | (9)   |
|  | (17)  | (18)  |
| Other expenses:  |       |       |
| Audit fees   | (11)  | (11)  |
|  | (11)  | (11)  |
| Total expenses*  | (680) | (800) |

\*Including irrecoverable VAT where applicable.

#### 5 TAXATION

|   | 2023  | 2022  |
|---|-------|-------|
|   | £000  | £000  |
| <b>a) Analysis of charge in period</b>  |       |       |
| Total current tax (note 5b)   | –     | –     |
| Total tax charge for the period   | –     | –     |
| <b>b) Factors affecting taxation charge for period</b>  |       |       |
| Net revenue before taxation   | 1,734 | 1,585 |
| Net revenue before taxation multiplied by the standard rate of corporation tax of 20% (2022: 20%) | (347) | (317) |
| Effects of:   |       |       |
| Revenue not subject to taxation   | 413   | 416   |
| Excess expenses   | (66)  | (99)  |
| Current tax charge for period (note 5a)   | –     | –     |

The fund has not recognised a deferred tax asset of £297,770 (2022: £231,649) arising as a result of having unutilised management expenses. The movement in deferred tax asset may not agree to the excess expenses figure quoted above due to prior adjustments. It is unlikely that these expenses will be utilised in future years.

#### 6 DISTRIBUTIONS

The distribution takes account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprises:

|   | 2023  | 2022  |
|---|-------|-------|
|   | £000  | £000  |
| Interim   | 1,739 | 1,885 |
| Final   | 643   | 478   |
|   | 2,382 | 2,363 |
| Add: Revenue deducted on the cancellation of shares | 50    | 33    |
| Deduct: Revenue received on the creation of shares  | (18)  | (10)  |
| Net distribution for the period                     | 2,414 | 2,386 |
| Net revenue after taxation                          | 1,734 | 1,585 |
| Annual management charge to capital                 | 680   | 800   |
| Equalisation on conversion                          | –     | 1     |
| Total distributions                                 | 2,414 | 2,386 |

Details of the distribution per share are set out in the table on pages 58 to 59.

#### 7 DEBTORS

|  | 2023 | 2022  |
|--|------|-------|
|  | £000 | £000  |
| Amounts receivable for the issue of shares | –    | 142   |
| Sales awaiting settlement                  | –    | 573   |
| Accrued revenue                            | 315  | 365   |
| Total debtors                              | 315  | 1,080 |

#### 8 OTHER CREDITORS

|  | 2023  | 2022  |
|--|-------|-------|
|  | £000  | £000  |
| Amounts payable for the cancellation of shares | (86)  | (140) |
| Accrued expenses                               | (3)   | (4)   |
| Amounts payable to ACD                         | (44)  | (48)  |
| Total other creditors                          | (133) | (192) |

#### 9 RELATED PARTY TRANSACTIONS

Threadneedle Investment Services Limited, as ACD, is a related party and acts as principal in respect of all transactions of shares in the fund.

The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders.

Any amounts due to or from Threadneedle Investment Services Limited at the end of the accounting period are disclosed in Notes 7 and 8.

Amounts payable to Threadneedle Investment Services Limited in respect of fund management and registration services are disclosed in Note 4 and amounts outstanding at the year end in Note 8.

The fund invests in other sub-funds managed by Columbia Threadneedle, all transactions in respect of which are transacted with Threadneedle Investment Services Limited. Details of the investments are shown in the Portfolio Statement. In addition this investment has produced a non-derivative security loss of £230,074 (2022: £2,019,214).

All transactions have been entered into in the ordinary course of business on normal commercial terms.

#### 10 SHAREHOLDER FUNDS

CT Managed Equity Income Fund currently has three share classes; Class 1, Class 2 and Class Z shares. The charges on each share class are as follows:

| <b>Annual management charge</b> |       |
|---------------------------------|-------|
| Class 1 shares                  | 1.20% |
| Class 2 shares                  | 1.10% |
| Class Z shares                  | 0.70% |

The net asset value of each share class, the net asset value per share, and the number of shares in each class are given in the comparative tables on page 60. The distribution per share class is given in the distribution table on pages 58 to 59. All classes have the same rights on winding up.

## CT Managed Equity Income Fund

### Notes to the financial statements

(continued)

#### Reconciliation of shares

|                                      | 2023              |
|--------------------------------------|-------------------|
| <b>Class 1 – Gross income shares</b> |                   |
| Opening shares                       | 33,012,852        |
| Shares issued                        | 2,069,585         |
| Shares redeemed                      | (4,205,046)       |
| Net conversions                      | (25,877)          |
| Closing shares                       | <u>30,851,514</u> |
| <b>Class 2 – Gross income shares</b> |                   |
| Opening shares                       | 24,584,446        |
| Shares issued                        | 1,320,449         |
| Shares redeemed                      | (4,158,229)       |
| Net conversions                      | (87,594)          |
| Closing shares                       | <u>21,659,072</u> |
| <b>Class Z – Gross income shares</b> |                   |
| Opening shares                       | 23,525,153        |
| Shares issued                        | 479,335           |
| Shares redeemed                      | (2,825,451)       |
| Net conversions                      | 79,775            |
| Closing shares                       | <u>21,258,812</u> |

#### 11 RISK MANAGEMENT

The analysis and tables provided below refer to the risk management policies narrative disclosure on pages 5 to 6.

##### Market price risk sensitivity

The sensitivity figures provided are forecasts. A 5% market increase applied to the fund would result in an estimated increase in net asset value of the fund by 3.81% and vice versa (2022: 3.75%).

A 1.00% interest rate decrease applied to the fund would result in an estimated increase in net asset value of the fund by 0.98% and vice versa (2022: 1.10%).

##### Currency sensitivity analysis

As the fund has no material currency exposure, no sensitivity analysis has been shown (2022: same).

##### Credit/Counterparty exposure

As at the balance sheet date there is no derivative exposure or collateral to disclose (2022: same).

The fund did not hold any collateral received from the fund's counterparties in either the current or prior year.

##### Interest rate risk

Cash balances are held in floating rate accounts where interest is calculated with reference to prevailing market rates.

##### Interest rate risk sensitivity

No sensitivity analysis shown as the fund has minimal exposure to interest rate risk in relation to cash balances (2022: same). Any impact to the rate of the underlying securities is considered in market price risk section.

#### 12 FAIR VALUE DISCLOSURE

The fair value hierarchy is intended to prioritise the inputs that are used to measure the fair value of assets and liabilities. The fair value hierarchy has the following levels:

**Level 1** – Quoted prices for identical instruments in active market. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, pricing service etc. These include active listed equities, exchange traded derivatives etc.

**Level 2** – Valuation techniques with inputs other than quoted prices within level 1 that are observable. This category includes instruments valued using quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. This category will typically include debt securities and collective investments schemes.

**Level 3** – Prices using valuation techniques where inputs are unobservable. This category may include single or broker priced securities and suspended or unlisted securities.

| Valuation technique | 2023           |                     | 2022           |                     |
|---------------------|----------------|---------------------|----------------|---------------------|
|                     | Assets<br>£000 | Liabilities<br>£000 | Assets<br>£000 | Liabilities<br>£000 |
| Level 2             | 62,739         | –                   | 69,591         | –                   |
|                     | <u>62,739</u>  | <u>–</u>            | <u>69,591</u>  | <u>–</u>            |

#### 13 CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities and commitments outstanding (2022: Nil).

#### 14 PORTFOLIO TRANSACTION COSTS

During the period under review the fund's purchases and sales of collective investment schemes purchases and sales amounted to £Nil (2022: £Nil) and £6,507,245 (2022: £8,606,151) respectively.

The purchases and sales are not subject to portfolio transaction costs.

At the balance sheet date, the portfolio dealing spread was Nil (25 May 2022: Nil), being the difference between the respective buying and selling prices for the fund's investments.

**Statement of Authorised Corporate Director's (ACD) Responsibilities in relation to the Financial Statements of the Company**

The Open-Ended Investment Companies Regulations 2001 and the Collective Investment Schemes Sourcebook (COLL), as issued (and amended) by the Financial Conduct Authority (FCA), require the ACD to prepare financial statements for each annual accounting period which give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the financial position of each sub-fund and its net revenue/(expenses) and the net gains/(losses) on the property of each sub-fund for the period. In preparing the financial statements the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- comply with the disclosure requirements of the Statement of Recommended Practice relating to Authorised Funds issued by the Investment Management Association (IMA);
- follow generally accepted accounting principles and applicable accounting standards;
- keep proper accounting records, which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future.

The ACD is required to keep proper accounting records and to manage the Company in accordance with the Collective Investment Schemes Sourcebook, the Instrument of Incorporation and the Prospectus. The ACD is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Statement of the Depositary's Responsibilities in Respect of the Scheme and Report of the Depositary to the Shareholders of the Columbia Threadneedle Opportunity Funds (UK) ICVC (the Company) for the Period ended 25 May 2023**

The Depositary is responsible for the safekeeping of all the property of the Company (other than tangible moveable property) which is entrusted to it and ensuring proper registration of tangible moveable property, and for the collection of income arising from all such scheme property.

It is the duty of the Depositary to take reasonable care to ensure that the Company is managed and operated by the Authorised Corporate Director in accordance with the Financial Conduct Authority' Collective Investment Schemes Sourcebook ("the Sourcebook"), the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the OEIC Regulations), the Company's Instrument of Incorporation, and the Prospectus, as appropriate, concerning: the pricing of and dealing in Shares in the Company; the application of income of the Company; and the investment portfolio and borrowing activities of the Company.

Having carried out procedures and enquiries considered duly necessary to discharge our responsibilities as Depositary of the Company, based on information and explanations provided to us, we believe that, in all material respects, the Company, acting through the Authorised Corporate Director:

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

Citibank UK Limited  
UK Branch

29 August 2023



## Independent auditors' report to the Shareholders of Columbia Threadneedle Opportunity Funds (UK) ICVC

### REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

#### Opinion

In our opinion, the financial statements of Columbia Threadneedle Opportunity Funds (UK) ICVC (the "Company"):

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 25 May 2023 and of the net revenue and the net capital gains/losses on the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Columbia Threadneedle Opportunity Funds (UK) ICVC is an Open Ended Investment Company ('OEIC') with nine sub-funds. The financial statements of the Company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report and Audited Financial Statement (the "Annual Report"), which comprise: the balance sheets as at 25 May 2023; the statements of total return and the statements of change in net assets attributable to shareholders for the year then ended; the distribution tables; and the notes to the financial statements, which include a description of the significant accounting policies.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Independence

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

#### Conclusions relating to going concern

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 or any sub-funds' ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

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

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Company's or any sub-funds' ability to continue as a going concern.

Our responsibilities and the responsibilities of the Authorised Corporate Director with respect to going concern are described in the relevant sections of this report.

#### Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Authorised Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

Based on our work undertaken in the course of the audit, the Collective Investment Schemes sourcebook requires us also to report certain opinions as described below.

#### Authorised Corporate Director's Report

In our opinion, the information given in the Authorised Corporate Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

### RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS AND THE AUDIT

#### Responsibilities of the Authorised Corporate Director for the financial statements

As explained more fully in the Statement of Authorised Corporate Director's (ACD) Responsibilities in relation to the Financial Statements of the Company, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for 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.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the Company's and each of the sub-funds 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 Authorised Corporate Director either intends to wind up or terminate the Company or individual sub-fund, or has no realistic alternative but to do so.

#### Auditors' 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 auditors' 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.

## Independent auditors' report to the Shareholders of Columbia Threadneedle Opportunity Funds (UK) ICVC

(continued)

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the Company/industry, we identified that the principal risks of non-compliance with laws and regulations related to breaches of the Collective Investment Schemes sourcebook, and we considered the extent to which non-compliance might have a material effect on the financial statements, in particular those parts of the sourcebook which may directly impact on the determination of amounts and disclosures in the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to increase revenue or to increase the net asset value of any sub-fund of the Company. Audit procedures performed included:

- Discussions with the Authorised Corporate Director, including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Reviewing relevant meeting minutes, including those of the Authorised Corporate Director's board of directors;
- Identifying and testing journal entries, specifically any journals posted as part of the financial year end close process; and
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, 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. A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditors' report.

### **Use of this report**

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

### **OTHER REQUIRED REPORTING**

#### **Opinion on matter required by the Collective Investment Schemes sourcebook**

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

#### **Collective Investment Schemes sourcebook exception reporting**

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

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

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Edinburgh  
29 August 2023

## CT Dynamic Real Return Fund

### Portfolio Statement

as at 25 May 2023

|                                     | Holding        | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value |                              | Holding   | Investment   | Value<br>£000 | % of<br>Net Asset<br>Value |
|-------------------------------------|----------------|---|---------------|----------------------------|------------------------------|-----------|--|---------------|----------------------------|
| <b>AUSTRALIA 0.12% (0.00%)</b>      |                |   |               |                            | <b>DENMARK 0.23% (0.44%)</b> |           |  |               |                            |
|                                     |                | <b>Pharmaceuticals and Biotechnology 0.12% (0.00%)</b>  |               |                            |                              |           | <b>Non-life Insurance 0.00% (0.10%)</b>                  |               |                            |
|                                     | 10,233         | CSL   | 1,640         | 0.12                       |                              | 11,398    | Novo Nordisk   | 1,494         | 0.11                       |
|                                     |                | <b>Total Australia</b>                                  | <b>1,640</b>  | <b>0.12</b>                |                              |           | <b>Pharmaceuticals and Biotechnology 0.11% (0.20%)</b>   |               |                            |
| <b>BELGIUM 0.02% (0.01%)</b>        |                |   |               |                            |                              | 20,950    | Orsted   | 1,537         | 0.12                       |
|                                     |                | <b>Corporate Bonds 0.02% (0.01%)</b>                    |               |                            |                              |           | <b>Total Denmark</b>                                     | <b>3,031</b>  | <b>0.23</b>                |
| EUR                                 | 366,000        | Azelis Finance 5.75% 15/03/2028                         | 321           | 0.02                       |                              |           | <b>Electricity 0.12% (0.14%)</b>                         |               |                            |
|                                     |                | <b>Total Belgium</b>                                    | <b>321</b>    | <b>0.02</b>                |                              |           |  |               |                            |
| <b>BRAZIL 0.34% (0.36%)</b>         |                |   |               |                            | <b>FINLAND 0.07% (0.15%)</b> |           |  |               |                            |
|                                     |                | <b>Government Bonds 0.34% (0.36%)</b>                   |               |                            |                              |           | <b>Corporate Bonds 0.07% (0.06%)</b>                     |               |                            |
| BRL                                 | 15,497         | Brazil Government International Bond 10% 01/01/2025     | 2,555         | 0.19                       | EUR                          | 1,160,000 | Teollisuuden Voima 2.125% 04/02/2025                     | 973           | 0.07                       |
| BRL                                 | 13,000         | Brazil Government International Bond 10% 01/01/2029     | 2,077         | 0.15                       |                              |           | <b>Industrial Materials 0.00% (0.09%)</b>                |               |                            |
|                                     |                | <b>Total Brazil</b>                                     | <b>4,632</b>  | <b>0.34</b>                |                              |           | <b>Total Finland</b>                                     | <b>973</b>    | <b>0.07</b>                |
| <b>CANADA 0.07% (0.00%)</b>         |                |   |               |                            | <b>FRANCE 2.55% (1.96%)</b>  |           |  |               |                            |
|                                     |                | <b>Chemicals 0.07% (0.00%)</b>                          |               |                            |                              |           | <b>Corporate Bonds 1.56% (1.56%)</b>                     |               |                            |
|                                     | 21,266         | Nutrien   | 972           | 0.07                       | EUR                          | 1,334,000 | Altice France 2.125% 15/02/2025                          | 1,027         | 0.08                       |
|                                     |                | <b>Total Canada</b>                                     | <b>972</b>    | <b>0.07</b>                | EUR                          | 1,738,000 | Altice France 2.5% 15/01/2025                            | 1,350         | 0.10                       |
| <b>CAYMAN ISLANDS 0.00% (0.04%)</b> |                |   |               |                            | EUR                          | 829,000   | Banjay Entertainment 3.5% 01/03/2025                     | 703           | 0.05                       |
|                                     |                | <b>Software and Computer Services 0.00% (0.04%)</b>     |               |                            | EUR                          | 700,000   | Casino Guichard-Perrachon 3.58% 07/02/2025               | 111           | 0.01                       |
|                                     |                | <b>Total Cayman Islands</b>                             | <b>-</b>      | <b>-</b>                   | EUR                          | 1,720,000 | Constellium 4.25% 15/02/2026                             | 1,455         | 0.11                       |
| <b>CHILE 0.13% (0.09%)</b>          |                |   |               |                            | EUR                          | 643,000   | Elior Group 3.75% 15/07/2026                             | 479           | 0.04                       |
|                                     |                | <b>Government Bonds 0.13% (0.09%)</b>                   |               |                            | EUR                          | 93,989    | Elis 0% 06/10/2023                                       | 2,563         | 0.19                       |
| CLP                                 | 1,815,000,000  | Chile Government International Bond 4.7% 01/09/2030     | 1,732         | 0.13                       | EUR                          | 500,000   | Elis 2.875% 15/02/2026                                   | 421           | 0.03                       |
|                                     |                | <b>Total Chile</b>                                      | <b>1,732</b>  | <b>0.13</b>                | EUR                          | 460,000   | Emeria 7.75% 31/03/2028                                  | 381           | 0.03                       |
| <b>CHINA 0.34% (0.62%)</b>          |                |   |               |                            | EUR                          | 2,089,000 | Faurecia 2.625% 15/06/2025                               | 1,751         | 0.13                       |
|                                     |                | <b>Government Bonds 0.34% (0.62%)</b>                   |               |                            | EUR                          | 206,000   | Faurecia 2.625% 15/06/2025 (Frankfurt Exchange)          | 173           | 0.01                       |
| CNY                                 | 9,160,000      | China Government Bond 2.85% 04/06/2027                  | 1,065         | 0.08                       | EUR                          | 700,000   | Faurecia 2.75% 15/02/2027                                | 543           | 0.04                       |
| CNY                                 | 29,340,000     | China Government Bond 3.13% 21/11/2029                  | 3,454         | 0.26                       | EUR                          | 1,207,000 | Getlink 3.5% 30/10/2025                                  | 1,017         | 0.08                       |
|                                     |                | <b>Total China</b>                                      | <b>4,519</b>  | <b>0.34</b>                | EUR                          | 500,000   | Getlink 3.5% 30/10/2025 (Frankfurt Exchange)             | 421           | 0.03                       |
| <b>COLOMBIA 0.61% (0.22%)</b>       |                |   |               |                            | EUR                          | 200,000   | Iliad 0.75% 11/02/2024                                   | 169           | 0.01                       |
|                                     |                | <b>Government Bonds 0.61% (0.22%)</b>                   |               |                            | EUR                          | 2,739,000 | Iliad Holdings 5.125% 15/10/2026                         | 2,271         | 0.17                       |
| COP                                 | 20,574,000,000 | Colombia Government International Bond 9.85% 28/06/2027 | 3,495         | 0.26                       | EUR                          | 875,000   | Loxam SAS 3.25% 14/01/2025                               | 743           | 0.06                       |
| COP                                 | 9,376,700,000  | Titulos de Tesoreria 7% 26/03/2031                      | 1,337         | 0.10                       | EUR                          | 645,000   | Loxam SAS 6% 15/04/2025                                  | 274           | 0.02                       |
| COP                                 | 19,831,500,000 | Titulos de Tesoreria 7.5% 26/08/2026                    | 3,288         | 0.25                       | EUR                          | 2,108,000 | Paprec Holdings 4% 31/03/2025                            | 1,786         | 0.13                       |
|                                     |                | <b>Total Colombia</b>                                   | <b>8,120</b>  | <b>0.61</b>                | EUR                          | 2,248,000 | Parts Europe 6.5% 16/07/2025                             | 1,956         | 0.15                       |
| <b>CZECH REPUBLIC 0.22% (0.24%)</b> |                |   |               |                            | EUR                          | 302,000   | Tereos Finance Groupe 7.25% 15/04/2028                   | 260           | 0.02                       |
|                                     |                | <b>Corporate Bonds 0.00% (0.03%)</b>                    |               |                            | EUR                          | 1,100,000 | Valeo 3.25% 22/01/2024                                   | 950           | 0.07                       |
|                                     |                | <b>Government Bonds 0.22% (0.21%)</b>                   |               |                            |                              |           | <b>Personal Goods 0.25% (0.08%)</b>                      |               |                            |
| CZK                                 | 21,280,000     | Czech Republic Government Bond 0.25% 10/02/2027         | 657           | 0.05                       |                              | 4,724     | L'Oreal  | 1,671         | 0.12                       |
| CZK                                 | 80,840,000     | Czech Republic Government Bond 1.2% 13/03/2031          | 2,302         | 0.17                       |                              | 2,483     | LVMH Moet Hennessy Vuitton                               | 1,778         | 0.13                       |
|                                     |                | <b>Total Czech Republic</b>                             | <b>2,959</b>  | <b>0.22</b>                |                              |           | <b>Oil, Gas and Coal 0.32% (0.00%)</b>                   |               |                            |
|                                     |                |   |               |                            |                              | 90,085    | Totalenergies  | 4,310         | 0.32                       |
|                                     |                |   |               |                            |                              |           | <b>Non-life Insurance 0.11% (0.00%)</b>                  |               |                            |
|                                     |                |   |               |                            |                              | 59,816    | AXA  | 1,403         | 0.11                       |
|                                     |                |   |               |                            |                              |           | <b>Medical Equipment and Services 0.14% (0.14%)</b>      |               |                            |
|                                     |                |   |               |                            |                              | 12,433    | Essilor International                                    | 1,886         | 0.14                       |
|                                     |                |   |               |                            |                              |           | <b>Electronic and Electrical Equipment 0.17% (0.18%)</b> |               |                            |
|                                     |                |   |               |                            |                              | 16,206    | Schneider Electric                                       | 2,272         | 0.17                       |
|                                     |                |   |               |                            |                              |           | <b>Total France</b>                                      | <b>34,124</b> | <b>2.55</b>                |

# CT Dynamic Real Return Fund

## Portfolio Statement

(continued)

|                                |                                      |   | Value<br>£000 | % of<br>Net Asset<br>Value |                                  |                                       | Value<br>£000  | % of<br>Net Asset<br>Value |             |
|--------------------------------|--------------------------------------|---|---------------|----------------------------|----------------------------------|---------------------------------------|--|----------------------------|-------------|
| Holding                        | Investment                           |   |               |                            | Holding                          | Investment                            |  |                            |             |
| <b>GERMANY 1.21% (1.19%)</b>   |                                      |   |               |                            | <b>INDONESIA 0.80% (0.84%)</b>   |                                       |  |                            |             |
|                                | <b>Corporate Bonds 1.10% (1.11%)</b> |   |               |                            |                                  | <b>Government Bonds 0.60% (0.69%)</b> |  |                            |             |
| EUR                            | 1,150,000                            | Cheplapharm Arzneimittel 3.5%<br>11/02/2027               | 907           | 0.07                       | IDR                              | 70,618,000,000                        | Indonesia Government International<br>Bond 6.375% 15/04/2032 | 3,814                      | 0.29        |
| EUR                            | 300,000                              | Deutsche Lufthansa 1.625%<br>16/11/2023                   | 257           | 0.02                       | IDR                              | 46,366,000,000                        | Indonesia Government International<br>Bond 7.25% 15/02/2026  | 2,582                      | 0.19        |
| EUR                            | 500,000                              | Deutsche Lufthansa 2% 14/07/2024                          | 423           | 0.03                       | IDR                              | 14,935,000,000                        | Indonesia Government International<br>Bond 8.375% 15/04/2039 | 936                        | 0.07        |
| EUR                            | 900,000                              | Deutsche Lufthansa 2.875%<br>11/02/2025                   | 756           | 0.06                       | IDR                              | 11,592,000,000                        | Indonesia Government International<br>Bond 9% 15/03/2029     | 711                        | 0.05        |
| EUR                            | 900,000                              | Deutsche Lufthansa 2.875%<br>16/05/2027                   | 716           | 0.05                       |                                  |                                       | <b>Banks 0.20% (0.15%)</b>                                   |                            |             |
| EUR                            | 600,000                              | Deutsche Lufthansa 3% 29/05/2026                          | 493           | 0.04                       |                                  | 8,916,466                             | Bank Rakyat Indonesia  | 2,647                      | 0.20        |
| EUR                            | 1,887,000                            | Gruenthal 3.625% 15/11/2026                               | 1,549         | 0.12                       |                                  |                                       | <b>Total Indonesia</b>                                       | <b>10,690</b>              | <b>0.80</b> |
| EUR                            | 521,000                              | HT Troplast 9.25% 15/07/2025                              | 448           | 0.03                       |                                  |                                       |  |                            |             |
| EUR                            | 951,508                              | IHO Verwaltungs 8.75% 15/05/2028                          | 839           | 0.06                       |                                  |                                       |  |                            |             |
| EUR                            | 895,000                              | IHO Verwaltungs PIK 3.875%<br>15/05/2027                  | 689           | 0.05                       | <b>ISLE OF MAN 0.10% (0.18%)</b> |                                       |  |                            |             |
| EUR                            | 1,900,000                            | Mahle 2.375% 14/05/2028                                   | 1,270         | 0.09                       |                                  | <b>Corporate Bonds 0.10% (0.18%)</b>  |  |                            |             |
| EUR                            | 1,264,000                            | PCF 4.75% 15/04/2026                                      | 906           | 0.07                       | EUR                              | 3,160,000                             | Playtech 3.75% 12/10/2023                                    | 1,030                      | 0.08        |
| EUR                            | 1,100,000                            | Schaeffler 2.75% 12/10/2025(Frankfurt<br>listing)         | 915           | 0.07                       | EUR                              | 315,000                               | Playtech 4.25% 07/03/2026                                    | 267                        | 0.02        |
| EUR                            | 607,000                              | SGL Carbon 4.625% 30/09/2024                              | 523           | 0.04                       |                                  |                                       | <b>Total Isle of Man</b>                                     | <b>1,297</b>               | <b>0.10</b> |
| EUR                            | 1,579,000                            | Techem Verwaltungsgesellschaft 2%<br>15/07/2025           | 1,306         | 0.10                       | <b>ITALY 0.47% (0.63%)</b>       |                                       |  |                            |             |
| EUR                            | 675,000                              | Thyssenkrupp 2.875% 22/02/2024                            | 578           | 0.04                       |                                  | <b>Corporate Bonds 0.47% (0.63%)</b>  |  |                            |             |
| EUR                            | 1,090,000                            | Tui Cruises 6.5% 15/05/2026 (Frankfurt<br>Exchange)       | 861           | 0.06                       | EUR                              | 804,000                               | Fabbrica Italiana Sintetici 5.625%<br>01/08/2027             | 633                        | 0.05        |
| EUR                            | 800,000                              | ZF Finance 3% 21/09/2025                                  | 662           | 0.05                       | EUR                              | 1,785,000                             | Gamma Bidco 5.125% 15/07/2025                                | 1,570                      | 0.12        |
| EUR                            | 700,000                              | ZF Finance 5.75% 03/08/2026                               | 611           | 0.05                       | EUR                              | 203,000                               | International Design Group 6.5%<br>15/11/2025                | 170                        | 0.01        |
|                                |                                      | <b>Personal Goods 0.11% (0.08%)</b>                       |               |                            | EUR                              | 500,000                               | Leonardo 1.5% 07/06/2024                                     | 423                        | 0.03        |
|                                | 10,804                               | Adidas  | 1,450         | 0.11                       | EUR                              | 694,000                               | Lottomatica 7.125% 01/06/2028                                | 605                        | 0.04        |
|                                |                                      | <b>Total Germany</b>                                      | <b>16,159</b> | <b>1.21</b>                | EUR                              | 1,100,000                             | Nexi 1.625% 30/04/2026                                       | 877                        | 0.07        |
| <b>GIBRALTAR 0.09% (0.00%)</b> |                                      |   |               |                            | EUR                              | 300,000                               | Telecom Italia 2.5% 19/07/2023                               | 260                        | 0.02        |
|                                |                                      | <b>Corporate Bonds 0.09% (0.00%)</b>                      |               |                            | EUR                              | 660,000                               | Telecom Italia 6.875% 15/02/2028                             | 573                        | 0.04        |
| EUR                            | 1,600,000                            | 888 Acquisitions 7.558% 15/07/2027                        | 1,269         | 0.09                       | EUR                              | 1,400,000                             | TIM 4% 11/04/2024  | 1,198                      | 0.09        |
|                                |                                      | <b>Total Gibraltar</b>                                    | <b>1,269</b>  | <b>0.09</b>                |                                  |                                       | <b>Total Italy</b>   | <b>6,309</b>               | <b>0.47</b> |
| <b>HONG KONG 0.14% (0.08%)</b> |                                      |   |               |                            | <b>JAPAN 0.45% (0.30%)</b>       |                                       |  |                            |             |
|                                |                                      | <b>Life Insurance 0.14% (0.08%)</b>                       |               |                            |                                  | <b>Corporate Bonds 0.08% (0.04%)</b>  |  |                            |             |
|                                | 236,200                              | AIA Group   | 1,869         | 0.14                       | EUR                              | 1,300,000                             | SoftBank Group 2.125% 06/07/2024                             | 1,088                      | 0.08        |
|                                |                                      | <b>Total Hong Kong</b>                                    | <b>1,869</b>  | <b>0.14</b>                |                                  |                                       | <b>Leisure Goods 0.12% (0.07%)</b>                           |                            |             |
|                                |                                      |   |               |                            |                                  | 21,500                                | Sony   | 1,653                      | 0.12        |
| <b>HUNGARY 0.10% (0.11%)</b>   |                                      |   |               |                            |                                  | 5,500                                 | Keyence  | 2,200                      | 0.17        |
|                                |                                      | <b>Government Bonds 0.10% (0.11%)</b>                     |               |                            |                                  |                                       | <b>Electronic and Electrical Equipment 0.17% (0.12%)</b>     |                            |             |
| HUF                            | 66,600,000                           | Hungary Government International<br>Bond 3% 21/08/2030    | 114           | 0.01                       |                                  | 41,400                                | Recruit Holdings   | 1,038                      | 0.08        |
| HUF                            | 644,920,000                          | Hungary Government International<br>Bond 4.75% 24/11/2032 | 1,178         | 0.09                       |                                  |                                       | <b>Industrial Support Services 0.08% (0.07%)</b>             |                            |             |
|                                |                                      | <b>Total Hungary</b>                                      | <b>1,292</b>  | <b>0.10</b>                |                                  |                                       | <b>Total Japan</b>   | <b>5,979</b>               | <b>0.45</b> |
| <b>INDIA 0.35% (0.13%)</b>     |                                      |   |               |                            | <b>JERSEY 0.26% (0.23%)</b>      |                                       |  |                            |             |
|                                |                                      | <b>Government Bonds 0.05% (0.00%)</b>                     |               |                            |                                  | <b>Corporate Bonds 0.26% (0.23%)</b>  |  |                            |             |
| INR                            | 64,490,000                           | India Government Bond 7.26%<br>06/02/2033                 | 643           | 0.05                       | EUR                              | 1,419,000                             | Adient Global Holdings 3.5%<br>15/08/2024                    | 181                        | 0.01        |
|                                |                                      | <b>Banks 0.30% (0.13%)</b>                                |               |                            | EUR                              | 1,463,000                             | Avis Budget Finance 4.125%<br>15/11/2024                     | 1,258                      | 0.09        |
|                                | 78,465                               | HDFC Bank ADR   | 4,095         | 0.30                       | EUR                              | 1,405,000                             | Avis Budget Finance 4.5% 15/05/2025                          | 1,194                      | 0.09        |
|                                |                                      | <b>Total India</b>  | <b>4,738</b>  | <b>0.35</b>                | EUR                              | 609,000                               | Kane Bidco 5% 15/02/2027                                     | 489                        | 0.04        |
|                                |                                      |   |               |                            | GBP                              | 365,000                               | Kane Bidco 6.5% 15/02/2027                                   | 321                        | 0.03        |
|                                |                                      |   |               |                            |                                  |                                       | <b>Total Jersey</b>  | <b>3,443</b>               | <b>0.26</b> |

## CT Dynamic Real Return Fund

### Portfolio Statement

(continued)

|                                  | Holding     | Investment   | Value<br>£000 | % of<br>Net Asset<br>Value |  | Holding    | Investment   | Value<br>£000 | % of<br>Net Asset<br>Value |
|----------------------------------|-------------|--|---------------|----------------------------|--|------------|--|---------------|----------------------------|
| <b>LUXEMBOURG 0.73% (0.75%)</b>  |             |  |               |                            |  |            |  |               |                            |
|                                  |             | <b>Corporate Bonds 0.73% (0.75%)</b>                         |               |                            | EUR                                      | 239,000    | Teva Pharmaceutical Finance 4.5%<br>01/03/2025             | 206           | 0.01                       |
| EUR                              | 2,015,000   | Altice Financing 2.25% 15/01/2025                            | 1,633         | 0.12                       | EUR                                      | 890,000    | Trivium Packaging Finance 3.75%<br>15/08/2026              | 703           | 0.05                       |
| GBP                              | 1,867,000   | B&M European Value Retail 3.625%<br>15/07/2025               | 1,759         | 0.13                       | EUR                                      | 1,181,000  | United Group 4.875% GTD 01/07/2024                         | 1,019         | 0.08                       |
| EUR                              | 1,855,000   | Cirsa Finance International 6.25%<br>20/12/2023              | 388           | 0.03                       | EUR                                      | 500,000    | ZF Europe Finance 2% 23/02/2026                            | 396           | 0.03                       |
| GBP                              | 539,000     | Garfunkelux 7.75% 01/11/2025                                 | 382           | 0.03                       |  |            | <b>Chemicals 0.08% (0.00%)</b>                             |               |                            |
| EUR                              | 1,383,000   | HSE Finance 5.625% 15/10/2026                                | 666           | 0.05                       |  | 17,107     | Akzo Nobel   | 1,076         | 0.08                       |
| EUR                              | 1,314,000   | Inpost 2.25% 15/07/2027                                      | 988           | 0.07                       |  |            | <b>Food Producers 0.00% (0.09%)</b>                        |               |                            |
| EUR                              | 319,326     | LHMC Finco 2 7.25% 02/10/2025<br>(Luxembourg listing)        | 269           | 0.02                       |  |            | <b>Aerospace and Defence 0.00% (0.06%)</b>                 |               |                            |
| EUR                              | 2,222,000   | Matterhorn Telecom 2.625%<br>15/09/2024                      | 1,911         | 0.14                       |  |            | <b>Total Netherlands</b>                                   | <b>12,131</b> | <b>0.90</b>                |
| EUR                              | 100,000     | Matterhorn Telecom 3.125%<br>15/09/2026                      | 80            | 0.01                       | <b>NORWAY 0.12% (0.14%)</b>              |            |  |               |                            |
| EUR                              | 1,337,000   | Rossini 6.75% 30/10/2025                                     | 1,171         | 0.09                       |  |            | <b>Oil, Gas and Coal 0.12% (0.14%)</b>                     |               |                            |
| EUR                              | 652,000     | Sani/Ikos Financial Holdings 5.625%<br>15/12/2026            | 525           | 0.04                       |  | 74,369     | Equinor  | 1,619         | 0.12                       |
|                                  |             | <b>Total Luxembourg</b>                                      | <b>9,772</b>  | <b>0.73</b>                |  |            | <b>Total Norway</b>  | <b>1,619</b>  | <b>0.12</b>                |
| <b>MALAYSIA 0.28% (0.64%)</b>    |             |  |               |                            |  |            |  |               |                            |
|                                  |             | <b>Government Bonds 0.28% (0.64%)</b>                        |               |                            | <b>PANAMA 0.04% (0.05%)</b>              |            |  |               |                            |
| MYR                              | 11,126,000  | Malaysian Government Bond 3.84%<br>15/04/2033                | 1,940         | 0.15                       | EUR                                      | 126,000    | Carnival 7.625% 01/03/2026                                 | 102           | 0.01                       |
| MYR                              | 9,775,000   | Malaysian Government Bond 4.392%<br>15/04/2026               | 1,758         | 0.13                       | EUR                                      | 488,000    | Carnival 10.125% 01/02/2026                                | 445           | 0.03                       |
|                                  |             | <b>Total Malaysia</b>  | <b>3,698</b>  | <b>0.28</b>                |  |            | <b>Total Panama</b>  | <b>547</b>    | <b>0.04</b>                |
| <b>MEXICO 2.67% (0.74%)</b>      |             |  |               |                            |  |            |  |               |                            |
|                                  |             | <b>Corporate Bonds 0.04% (0.04%)</b>                         |               |                            | <b>PERU 0.13% (0.18%)</b>                |            |  |               |                            |
| EUR                              | 620,000     | Petroleos Mexicanos 3.75%<br>21/02/2024                      | 528           | 0.04                       | PEN                                      | 8,669,000  | Peruvian Government International<br>Bond 6.15% 12/08/2032 | 1,755         | 0.13                       |
|                                  |             | <b>Government Bonds 2.63% (0.70%)</b>                        |               |                            |  |            | <b>Total Peru</b>  | <b>1,755</b>  | <b>0.13</b>                |
| MXN                              | 188,775,500 | Mexican Bonos 8.5% 18/11/2038                                | 8,121         | 0.61                       | <b>POLAND 0.25% (0.27%)</b>              |            |  |               |                            |
| GBP                              | 37,000,000  | United Mexican States 5.625%<br>19/03/2114                   | 27,102        | 2.02                       | PLN                                      | 12,917,000 | Poland Government Bond 1.75%<br>25/04/2032                 | 1,762         | 0.13                       |
|                                  |             | <b>Total Mexico</b>  | <b>35,751</b> | <b>2.67</b>                | PLN                                      | 9,172,000  | Poland Government Bond 2.5%<br>25/07/2027                  | 1,541         | 0.12                       |
| <b>NETHERLANDS 0.90% (0.75%)</b> |             |  |               |                            |  |            | <b>Total Poland</b>  | <b>3,303</b>  | <b>0.25</b>                |
|                                  |             | <b>Corporate Bonds 0.82% (0.60%)</b>                         |               |                            | <b>REPUBLIC OF IRELAND 0.44% (0.63%)</b> |            |  |               |                            |
| EUR                              | 299,000     | Axalta Coating Systems 3.75%<br>15/01/2025                   | 256           | 0.02                       | EUR                                      | 1,084,000  | Eircom Finance 1.75% 01/11/2024                            | 925           | 0.07                       |
| EUR                              | 938,000     | Darling Global Finance 3.625%<br>15/05/2026                  | 798           | 0.06                       | EUR                                      | 1,204,000  | Eircom Finance 3.5% 15/05/2026                             | 979           | 0.07                       |
| EUR                              | 1,250,000   | Kongsberg Actuation Systems 5%<br>15/07/2025                 | 750           | 0.06                       | EUR                                      | 412,000    | *Permanent TSB Group Variable<br>25/04/2028                | 360           | 0.03                       |
| EUR                              | 1,160,000   | OI European Group 2.875% 15/02/2025                          | 985           | 0.07                       |  |            | <b>Chemicals 0.19% (0.00%)</b>                             |               |                            |
| EUR                              | 1,200,000   | OI European Group 3.125% 15/11/2024                          | 1,039         | 0.08                       |  | 8,877      | New Linde  | 2,566         | 0.19                       |
| EUR                              | 1,100,000   | Phoenix PIB Dutch Finance 2.375%<br>05/08/2025               | 913           | 0.07                       |  |            | <b>Medical Equipment and Services 0.00% (0.20%)</b>        |               |                            |
| EUR                              | 1,115,000   | PPF Telecom Group 1 2.125%<br>31/01/2025                     | 924           | 0.07                       |  |            | <b>Construction and Materials 0.08% (0.25%)</b>            |               |                            |
| EUR                              | 644,000     | PPF Telecom Group 3.5% 20/05/2024                            | 553           | 0.04                       |  | 28,939     | CRH (Dublin listing)                                       | 1,126         | 0.08                       |
| EUR                              | 675,000     | Q-Park Holdings 1.5% 01/03/2025                              | 558           | 0.04                       |  |            | <b>Total Republic of Ireland</b>                           | <b>5,956</b>  | <b>0.44</b>                |
| EUR                              | 487,129     | Summer Bidco 9% PIK 15/11/2025<br>(Frankfurt Stock Exchange) | 444           | 0.03                       |  |            |  |               |                            |
| EUR                              | 1,930,000   | Teva Pharmaceutical Finance 3.75%<br>09/05/2027              | 1,511         | 0.11                       |  |            |  |               |                            |

## CT Dynamic Real Return Fund

### Portfolio Statement

(continued)

|                                   | Holding     | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value |                                       | Holding                               | Investment   | Value<br>£000 | % of<br>Net Asset<br>Value |
|-----------------------------------|-------------|---|---------------|----------------------------|---------------------------------------|---------------------------------------|--|---------------|----------------------------|
| <b>ROMANIA 0.18% (0.12%)</b>      |             |   |               |                            | <b>SWITZERLAND 0.45% (0.32%)</b>      |                                       |  |               |                            |
|                                   |             | <b>Corporate Bonds 0.10% (0.06%)</b>                    |               |                            |                                       |                                       | <b>Food Producers 0.30% (0.18%)</b>                            |               |                            |
| EUR                               | 1,700,000   | RCS & RDS 2.5% 05/02/2025                               | 1,402         | 0.10                       | 11,993                                | DSM-Firmenich                         | 1,164  | 0.09          |                            |
|                                   |             | <b>Government Bonds 0.08% (0.06%)</b>                   |               |                            | 28,549                                | Nestle                                | 2,846  | 0.21          |                            |
| RON                               | 7,380,000   | Romania Government Bond 4.75%<br>11/10/2034             | 1,048         | 0.08                       | 4,029                                 | Lonza                                 | 2,039  | 0.15          |                            |
|                                   |             | <b>Total Romania</b>                                    | <b>2,450</b>  | <b>0.18</b>                |                                       | <b>Total Switzerland</b>              | <b>6,049</b>   | <b>0.45</b>   |                            |
| <b>RUSSIA 0.00% (0.03%)</b>       |             |   |               |                            | <b>TAIWAN 0.26% (0.28%)</b>           |                                       |  |               |                            |
|                                   |             | <b>Government Bonds 0.00% (0.03%)</b>                   |               |                            |                                       |                                       | <b>Technology Hardware and Equipment 0.26% (0.28%)</b>         |               |                            |
|                                   |             | <b>Total Russia</b>                                     | <b>–</b>      | <b>–</b>                   | 245,000                               | Taiwan Semiconductor<br>Manufacturing | 3,497  | 0.26          |                            |
| <b>SINGAPORE 0.18% (0.00%)</b>    |             |   |               |                            | <b>THAILAND 0.11% (0.21%)</b>         |                                       |  |               |                            |
|                                   |             | <b>Banks 0.18% (0.00%)</b>                              |               |                            |                                       |                                       | <b>Government Bonds 0.11% (0.21%)</b>                          |               |                            |
|                                   | 128,600     | DBS Group Holdings                                      | 2,432         | 0.18                       | THB                                   | 77,611,000                            | Thailand Government Bond 2%<br>17/06/2042                      | 1,539         | 0.11                       |
|                                   |             | <b>Total Singapore</b>                                  | <b>2,432</b>  | <b>0.18</b>                |                                       |                                       | <b>Total Thailand</b>  | <b>1,539</b>  | <b>0.11</b>                |
| <b>SOUTH AFRICA 0.64% (0.75%)</b> |             |   |               |                            | <b>TURKEY 0.06% (0.03%)</b>           |                                       |  |               |                            |
|                                   |             | <b>Corporate Bonds 0.10% (0.08%)</b>                    |               |                            |                                       |                                       | <b>Government Bonds 0.06% (0.03%)</b>                          |               |                            |
| ZAR                               | 48,000,000  | Eskom Holdings 7.5% 15/09/2033                          | 1,359         | 0.10                       | TRY                                   | 18,724,193                            | Turkey Government International<br>Bond 11% 24/02/2027         | 767           | 0.06                       |
|                                   |             | <b>Government Bonds 0.54% (0.67%)</b>                   |               |                            |                                       |                                       | <b>Total Turkey</b>  | <b>767</b>    | <b>0.06</b>                |
| ZAR                               | 196,815,484 | South Africa Government Bond 8.25%<br>31/03/2032        | 6,579         | 0.49                       | <b>UNITED KINGDOM 20.07% (17.82%)</b> |                                       |  |               |                            |
| ZAR                               | 22,700,000  | South Africa Government Bond 8.5%<br>31/01/2037         | 686           | 0.05                       |                                       |                                       | <b>Corporate Bonds 2.32% (2.43%)</b>                           |               |                            |
|                                   |             | <b>Total South Africa</b>                               | <b>8,624</b>  | <b>0.64</b>                | GBP                                   | 1,500,000                             | Bellis Acquisition 3.25% 16/02/2026                            | 1,243         | 0.09                       |
| <b>SOUTH KOREA 0.13% (0.37%)</b>  |             |   |               |                            |                                       |                                       | Bellis Acquisition 4.5% 16/02/2026                             | 85            | 0.01                       |
|                                   |             | <b>Technology Hardware and Equipment 0.13% (0.37%)</b>  |               |                            |                                       |                                       | Boparan Finance 7.625% 30/11/2025                              | 699           | 0.05                       |
|                                   | 3,987       | Samsung SDI   | 1,706         | 0.13                       |                                       |                                       | *Co-operative Bank Finance 6%<br>06/04/2027                    | 247           | 0.02                       |
|                                   |             | <b>Total South Korea</b>                                | <b>1,706</b>  | <b>0.13</b>                |                                       |                                       | Co-operative Group 5.125% 17/05/2024                           | 301           | 0.02                       |
| <b>SPAIN 0.68% (0.62%)</b>        |             |   |               |                            |                                       |                                       | Co-operative Group 6.25% 08/07/2026                            | 94            | 0.01                       |
|                                   |             | <b>Corporate Bonds 0.68% (0.62%)</b>                    |               |                            |                                       |                                       | Deuce Finco 5.5% 15/06/2027                                    | 773           | 0.06                       |
| EUR                               | 800,000     | *Banco de Sabadell Variable<br>24/03/2026               | 657           | 0.05                       |                                       |                                       | EC Finance 3% 15/10/2026                                       | 739           | 0.05                       |
| EUR                               | 500,000     | Cellnex Finance 2.25% 12/04/2026                        | 408           | 0.03                       |                                       |                                       | Heathrow Finance 5% 01/03/2024                                 | 961           | 0.07                       |
| EUR                               | 1,300,000   | Cellnex Telecom 2.375% 16/01/2024                       | 1,117         | 0.08                       |                                       |                                       | Ineos Finance 2.125% 15/11/2025                                | 193           | 0.01                       |
| EUR                               | 1,545,000   | Gestamp Automocion 3.25%<br>30/04/2026                  | 1,283         | 0.10                       |                                       |                                       | Ineos Finance 2.875% 01/05/2026                                | 1,681         | 0.13                       |
| EUR                               | 150,000     | Grifols 1.625% 15/02/2025                               | 125           | 0.01                       |                                       |                                       | Ineos Finance 6.625% 15/05/2028                                | 387           | 0.03                       |
| EUR                               | 2,932,000   | Grifols 3.2% 01/05/2025                                 | 2,440         | 0.18                       |                                       |                                       | Ineos Quattro Finance 2.25%<br>15/01/2026 (Germany listing)    | 712           | 0.05                       |
| EUR                               | 1,300,000   | Grupo-Antolin Irausa 3.375%<br>30/04/2026               | 936           | 0.07                       |                                       |                                       | Ineos Quattro Finance 2.25%<br>15/01/2026 (Luxembourg listing) | 864           | 0.06                       |
| EUR                               | 700,000     | International Consolidated Airlines<br>0.5% 04/07/2023  | 605           | 0.05                       |                                       |                                       | Inspired Entertainment 7.875%<br>01/06/2026                    | 589           | 0.04                       |
| EUR                               | 700,000     | International Consolidated Airlines<br>2.75% 25/03/2025 | 586           | 0.04                       |                                       |                                       | International Game Technology 3.5%<br>15/07/2024               | 114           | 0.01                       |
| EUR                               | 1,150,000   | Lorca Telecom Bondco 4% 18/09/2027                      | 913           | 0.07                       |                                       |                                       | International Game Technology 3.5%<br>15/06/2026               | 1,064         | 0.08                       |
|                                   |             | <b>Total Spain</b>                                      | <b>9,070</b>  | <b>0.68</b>                |                                       |                                       | Iron Mountain UK 3.875% 15/11/2025                             | 2,154         | 0.16                       |
| <b>SWEDEN 0.23% (0.21%)</b>       |             |   |               |                            |                                       |                                       | Jaguar Land Rover Automotive 2.2%<br>15/01/2024                | 852           | 0.06                       |
|                                   |             | <b>Corporate Bonds 0.23% (0.21%)</b>                    |               |                            |                                       |                                       | Jaguar Land Rover Automotive 4.5%<br>15/01/2026                | 132           | 0.01                       |
| EUR                               | 1,710,000   | Intrum 4.875% 15/08/2025                                | 1,294         | 0.09                       |                                       |                                       | Jaguar Land Rover Automotive 4.5%<br>15/07/2028                | 133           | 0.01                       |
| EUR                               | 1,170,000   | Verisure Holdings 3.875% 15/07/2026                     | 944           | 0.07                       |                                       |                                       | Jaguar Land Rover Automotive<br>5.875% 15/11/2024              | 244           | 0.02                       |
| EUR                               | 115,000     | Verisure Holdings 7.125% 01/02/2028                     | 100           | 0.01                       |                                       |                                       |  |               |                            |
| EUR                               | 928,000     | Volvo Car 2% 24/01/2025                                 | 772           | 0.06                       |                                       |                                       |  |               |                            |
|                                   |             | <b>Total Sweden</b>                                     | <b>3,110</b>  | <b>0.23</b>                |                                       |                                       |  |               |                            |

## CT Dynamic Real Return Fund

### Portfolio Statement

(continued)

|   | Holding     | Investment  | Value<br>£000  | % of<br>Net Asset<br>Value |  | Holding    | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value |
|---|-------------|---|----------------|----------------------------|--|------------|---|---------------|----------------------------|
| <b>UNITED KINGDOM 20.07% (17.82%) (continued)</b> |             |   |                |                            |  |            |   |               |                            |
| EUR   | 1,253,000   | Jaguar Land Rover Automotive<br>6.875% 15/11/2026     | 1,075          | 0.08                       | EUR  | 246,000    | Netflix 3.625% 15/05/2027                             | 209           | 0.02                       |
| GBP   | 1,500,000   | Jerrold Finco 4.875% 15/01/2026                       | 1,329          | 0.10                       | USD  | 685,000    | Occidental Petroleum 5.875%<br>01/09/2025             | 554           | 0.04                       |
| GBP   | 1,465,000   | Ladbroke Group Finance 5.125%<br>08/09/2023           | 1,455          | 0.11                       | EUR  | 271,000    | Olympus Water US Holdings 9.625%<br>15/11/2028        | 236           | 0.02                       |
| GBP   | 711,000     | Marks & Spencer 3.75% 19/05/2026                      | 644            | 0.05                       | EUR  | 2,746,000  | Silgan Holdings 3.25% 15/03/2025                      | 2,330         | 0.17                       |
| GBP   | 2,629,000   | Pinewood 3.25% 30/09/2025 (Guernsey<br>listing)       | 2,458          | 0.18                       | EUR  | 200,000    | Spectrum Brands 4% 01/10/2026                         | 170           | 0.01                       |
| EUR   | 240,000     | Pinnacle Bidco 5.5% 15/02/2025                        | 205            | 0.02                       | <b>Government Bonds 4.84% (0.00%)</b>                          |            |   |               |                            |
| GBP   | 1,216,000   | Pinnacle Bidco 6.375% 15/02/2025                      | 1,185          | 0.09                       | USD  | 14,000,000 | United States Treasury Note/Bond<br>1.625% 15/05/2031 | 9,667         | 0.72                       |
| GBP   | 271,000     | Premier Foods Finance 3.5%<br>15/10/2026              | 245            | 0.02                       | USD  | 38,891,000 | United States Treasury Note/Bond 3%<br>15/08/2052     | 26,067        | 1.94                       |
| GBP   | 1,412,000   | Rolls-Royce 3.375% 18/06/2026                         | 1,271          | 0.09                       | USD  | 40,200,000 | United States Treasury Note/Bond<br>3.375% 15/08/2042 | 29,202        | 2.18                       |
| EUR   | 1,623,000   | Sherwood Financing 4.5% 15/11/2026                    | 1,181          | 0.09                       | <b>Chemicals 0.19% (0.12%)</b>                                 |            |   |               |                            |
| GBP   | 493,000     | Sherwood Financing 6% 15/11/2026                      | 400            | 0.03                       | 18,856   | 18,856     | ECOLAB  | 2,548         | 0.19                       |
| EUR   | 631,000     | Synthomer 3.875% 01/07/2025                           | 508            | 0.04                       | <b>Automobiles and Parts 0.00% (0.10%)</b>                     |            |   |               |                            |
| GBP   | 474,000     | TalkTalk Telecom Group 3.875%<br>20/02/2025           | 364            | 0.03                       | <b>Consumer Services 0.31% (0.12%)</b>                         |            |   |               |                            |
| GBP   | 668,000     | Travis Perkins 4.5% 07/09/2023                        | 659            | 0.05                       | 1,694  | 1,694      | Mercadolibre  | 1,715         | 0.13                       |
| EUR   | 2,425,000   | Victoria 3.625% 26/08/2026                            | 1,724          | 0.13                       | 78,559   | 78,559     | Uber Technologies                                     | 2,416         | 0.18                       |
| GBP   | 1,400,000   | Virgin Media Secured Finance 5%<br>15/04/2027         | 1,276          | 0.10                       | <b>Leisure Goods 0.16% (0.17%)</b>                             |            |   |               |                            |
| GBP   | 1,059,000   | Zenith Finco 6.5% 30/06/2027                          | 816            | 0.06                       | 21,086   | 21,086     | Electronic Arts                                       | 2,144         | 0.16                       |
| <b>Government Bonds 17.24% (15.10%)</b>           |             |   |                |                            | <b>Media 0.10% (0.14%)</b>                                     |            |   |               |                            |
| GBP   | 35,000,000  | United Kingdom Gilt 0% 07/08/2023                     | 34,660         | 2.59                       | 18,816   | 18,816     | Walt Disney   | 1,345         | 0.10                       |
| GBP   | 67,572,000  | United Kingdom Gilt 0.75% 22/07/2023                  | 67,163         | 5.01                       | <b>Retailers 0.38% (0.35%)</b>                                 |            |   |               |                            |
| GBP   | 20,700,000  | United Kingdom Gilt 0.875% 31/07/2033                 | 14,810         | 1.10                       | 54,083   | 54,083     | Amazon.com  | 5,043         | 0.38                       |
| GBP   | 100,000,000 | United Kingdom Gilt 1.25% 31/07/2051                  | 47,201         | 3.52                       | <b>Beverages 0.11% (0.00%)</b>                                 |            |   |               |                            |
| GBP   | 14,506,000  | United Kingdom Gilt 2.25% 07/09/2023                  | 14,400         | 1.07                       | 9,840  | 9,840      | PepsiCo   | 1,466         | 0.11                       |
| GBP   | 27,970,000  | United Kingdom Gilt 4.25% 07/06/2032                  | 27,938         | 2.08                       | <b>Banks 0.25% (0.29%)</b>                                     |            |   |               |                            |
| GBP   | 27,000,000  | United Kingdom Index-Linked Gilt<br>0.125% 22/03/2051 | 25,001         | 1.87                       | 30,183   | 30,183     | JPMorgan Chase  | 3,320         | 0.25                       |
| <b>Industrial Metals and Mining 0.08% (0.10%)</b> |             |   |                |                            | <b>Finance and Credit Services 0.00% (0.07%)</b>               |            |   |               |                            |
|   | 48,140      | Anglo American  | 1,091          | 0.08                       | <b>Investment Banking and Brokerage Services 0.17% (0.09%)</b> |            |   |               |                            |
| <b>Beverages 0.15% (0.12%)</b>                    |             |   |                |                            | <b>Health Care Providers 0.13% (0.22%)</b>                     |            |   |               |                            |
|   | 57,098      | Diageo  | 1,984          | 0.15                       | 4,968  | 4,968      | Elevance Health                                       | 1,813         | 0.13                       |
| <b>Oil, Gas and Coal 0.21% (0.00%)</b>            |             |   |                |                            | <b>Medical Equipment and Services 0.65% (0.55%)</b>            |            |   |               |                            |
|   | 117,916     | Shell   | 2,760          | 0.21                       | 18,085   | 18,085     | Abbott Laboratories                                   | 1,497         | 0.11                       |
| <b>Electricity 0.07% (0.07%)</b>                  |             |   |                |                            | 6,528  | 6,528      | Cooper Companies                                      | 1,966         | 0.15                       |
|   | 52,152      | SSE   | 969            | 0.07                       | 16,549   | 16,549     | Dexcom  | 1,537         | 0.11                       |
| <b>Total United Kingdom</b>                       |             |   | <b>269,033</b> | <b>20.07</b>               | 7,071  | 7,071      | Stryker   | 1,561         | 0.12                       |
| <b>UNITED STATES OF AMERICA 12.21% (6.93%)</b>    |             |   |                |                            | 5,251  | 5,251      | Thermo Fisher Scientific                              | 2,217         | 0.16                       |
| <b>Corporate Bonds 0.72% (1.14%)</b>              |             |   |                |                            | <b>Pharmaceuticals and Biotechnology 0.23% (0.17%)</b>         |            |   |               |                            |
| EUR   | 750,000     | Avantor Funding 2.625% 01/11/2025<br>(USA)            | 624            | 0.05                       | 9,048  | 9,048      | Eli Lilly   | 3,136         | 0.23                       |
| EUR   | 100,000     | Ball Corporation 0.875% 15/03/2024                    | 84             | 0.01                       | <b>Electronic and Electrical Equipment 0.10% (0.08%)</b>       |            |   |               |                            |
| EUR   | 500,000     | Ford Motor Credit 2.33% 25/11/2025                    | 405            | 0.03                       | 36,143   | 36,143     | Trimble Navigation                                    | 1,360         | 0.10                       |
| GBP   | 695,000     | Ford Motor Credit 2.748% 14/06/2024                   | 662            | 0.05                       | <b>Industrial Engineering 0.00% (0.18%)</b>                    |            |   |               |                            |
| EUR   | 406,000     | Ford Motor Credit 3.021% 06/03/2024                   | 347            | 0.03                       | <b>Industrial Support Services 0.37% (0.53%)</b>               |            |   |               |                            |
| GBP   | 395,000     | Ford Motor Credit 4.535% 06/03/2025                   | 376            | 0.03                       | 16,678   | 16,678     | MasterCard  | 5,002         | 0.37                       |
| EUR   | 913,000     | Ford Motor Credit 4.867% 03/08/2027                   | 773            | 0.06                       |  |            |   |               |                            |
| EUR   | 1,256,000   | IQVIA 1.75% 15/03/2026                                | 1,014          | 0.08                       |  |            |   |               |                            |
| EUR   | 400,000     | IQVIA 2.875% 15/09/2025                               | 337            | 0.02                       |  |            |   |               |                            |
| GBP   | 1,380,000   | MPT Operating Partnership 2.55%<br>05/12/2023         | 1,323          | 0.10                       |  |            |   |               |                            |

## CT Dynamic Real Return Fund

### Portfolio Statement

(continued)

| Holding  | Investment   | Value<br>£000  | % of<br>Net Asset<br>Value | Holding   | Investment | Value<br>£000   | % of<br>Net Asset<br>Value |        |
|--|--|----------------|----------------------------|---|------------|---|----------------------------|--------|
| <b>UNITED STATES OF AMERICA 12.21% (6.93%) (continued)</b> |  |                |                            | <b>DERIVATIVES 0.55% (-0.23%)</b>                       |            |   |                            |        |
| <b>Industrial Transportation 0.15% (0.12%)</b>             |  |                |                            | <b>Futures and Options 0.07% (-0.28%)</b>               |            |   |                            |        |
| 12,678   | Union Pacific  | 1,986          | 0.15                       | USD   | 167        | UBS Russell 1000 Value Index Future<br>Expiring June 2023 | (21)                       | –      |
| <b>Real Estate Investment Trusts 0.11% (0.22%)</b>         |  |                |                            | GBP   | 952        | UBS FTSE 100 Index Future Expiring<br>June 2023           | 703                        | 0.05   |
| 2,516  | Equinix  | 1,442          | 0.11                       | USD   | 357        | UBS MSCI Emerging Markets Future<br>Expiring June 2023    | (25)                       | –      |
| <b>Software and Computer Services 1.80% (1.46%)</b>        |  |                |                            | USD   | 68         | UBS S&P 500 E-mini Future Expiring<br>June 2023           | 730                        | 0.05   |
| 6,584  | Adobe Systems  | 2,093          | 0.16                       | JPY   | (64)       | UBS Topix Index Future Expiring<br>June 2023              | (399)                      | (0.03) |
| 68,734   | Alphabet Class A   | 6,880          | 0.51                       | <b>Forward foreign exchange contracts 0.48% (0.05%)</b> |            |   |                            |        |
| 8,099  | Autodesk   | 1,298          | 0.10                       | Sell USD 2,693,035                                      |            |   |                            |        |
| 9,181  | CrowdStrike Holdings   | 1,114          | 0.08                       | Buy BRL 13,382,122 Barclays                             |            |   |                            |        |
| 9,225  | Intuit   | 3,090          | 0.23                       | Sell USD 2,283,157                                      |            |   |                            |        |
| 36,437   | Microsoft  | 9,629          | 0.72                       | Buy CNY 15,631,633 Barclays                             |            |   |                            |        |
| <b>Technology Hardware and Equipment 1.00% (0.45%)</b>     |  |                |                            | Sell USD 698,520  |            |   |                            |        |
| 17,708   | Advanced Micro Devices   | 1,727          | 0.13                       | Buy CZK 14,812,887 Barclays                             |            |   |                            |        |
| 5,382  | Lam Research   | 2,627          | 0.20                       | Sell GBP 1,055,106                                      |            |   |                            |        |
| 31,239   | Marvell Technology   | 1,251          | 0.09                       | Buy EUR 1,204,980 UBS                                   |            |   |                            |        |
| 34,341   | Micron Technology  | 1,937          | 0.14                       | Sell GBP 1,082,459                                      |            |   |                            |        |
| 7,799  | Nvidia   | 2,401          | 0.18                       | Buy EUR 1,246,000 Barclays                              |            |   |                            |        |
| 23,459   | ON Semiconductor   | 1,559          | 0.12                       | Sell GBP 218,344  |            |   |                            |        |
| 23,107   | Qualcomm   | 1,948          | 0.14                       | Buy EUR 250,000 UBS                                     |            |   |                            |        |
| <b>Telecommunications Service Providers 0.30% (0.26%)</b>  |  |                |                            | Sell EUR 1,500,000                                      |            |   |                            |        |
| 37,079   | T-Mobile USA   | 4,081          | 0.30                       | Buy GBP 1,324,604 Barclays                              |            |   |                            |        |
| <b>Electricity 0.14% (0.10%)</b>                           |  |                |                            | Sell USD 12,700,000                                     |            |   |                            |        |
| 32,777   | Nextera Energy   | 1,950          | 0.14                       | Buy GBP 10,210,136 HSBC                                 |            |   |                            |        |
| <b>Total United States of America</b>                      |  |                |                            | Sell EUR 116,864,183                                    |            |   |                            |        |
|  |  | <b>163,711</b> | <b>12.21</b>               | Buy GBP 103,173,672 Barclays                            |            |   |                            |        |
| <b>COLLECTIVE INVESTMENT SCHEMES 49.03% (55.68%)</b>       |  |                |                            | Sell USD 140,000,000                                    |            |   |                            |        |
| <b>UK equity 1.87% (1.02%)</b>                             |  |                |                            | Buy GBP 116,364,700 UBS                                 |            |   |                            |        |
| 17,213,359   | CT UK Fund   | 25,016         | 1.87                       | Sell EUR 204,090  |            |   |                            |        |
| <b>UK bond 22.43% (17.64%)</b>                             |  |                |                            | Buy GBP 177,862 UBS                                     |            |   |                            |        |
| 92,404,530   | CT Sterling Corporate Bond Fund                                    | 84,190         | 6.28                       | Sell USD 3,102  |            |   |                            |        |
| 11,097,302   | CT Sterling Medium and Long-Dated<br>Corporate Bond Fund           | 9,739          | 0.73                       | Buy GBP 2,493 Barclays <sup>2</sup>                     |            |   |                            |        |
| 191,398,649  | CT Sterling Short-Dated Corporate<br>Bond Fund                     | 206,615        | 15.42                      | Sell USD 3,742  |            |   |                            |        |
| <b>Real estate 3.01% (2.66%)</b>                           |  |                |                            | Buy GBP 2,977 UBS <sup>2</sup>                          |            |   |                            |        |
| 11,221,086   | CT UK Property Authorised Trust                                    | 40,379         | 3.01                       | Sell EUR 315,145  |            |   |                            |        |
| <b>Overseas equity 17.90% (14.98%)</b>                     |  |                |                            | Buy GBP 273,995 Citigroup <sup>2</sup>                  |            |   |                            |        |
| 8,815,234  | CT American Fund   | 55,861         | 4.17                       | Sell EUR 337,370  |            |   |                            |        |
| 27,331,331   | CT Asia Fund   | 50,872         | 3.79                       | Buy GBP 293,229 UBS <sup>2</sup>                        |            |   |                            |        |
| 9,811,273  | CT European Fund   | 20,844         | 1.55                       | Sell JPY 5,550,000,000                                  |            |   |                            |        |
| 12,173,110   | CT European Select Fund  | 25,975         | 1.94                       | Buy GBP 34,392,243 UBS                                  |            |   |                            |        |
| 42,265,401   | CT Japan Fund  | 86,416         | 6.45                       | Sell EUR 511,731  |            |   |                            |        |
| <b>Overseas bond 0.00% (0.73%)</b>                         |  |                |                            | Buy GBP 450,343 Barclays                                |            |   |                            |        |
| <b>Commodity 3.82% (9.47%)</b>                             |  |                |                            | Sell EUR 800,000  |            |   |                            |        |
| 47,768   | Invesco Physical Gold  | 7,270          | 0.54                       | Buy GBP 697,869 Lloyds                                  |            |   |                            |        |
| 2,771,687  | Threadneedle (Lux) – Enhanced<br>Commodities                       | 43,907         | 3.28                       | Sell EUR 804,730  |            |   |                            |        |
| <b>Liquidity Funds 0.00% (9.18%)<sup>1</sup></b>           |  |                |                            | Buy GBP 700,419 Citigroup                               |            |   |                            |        |
| 10,382   | BlackRock Institutional Cash Series<br>Sterling Liquidity Platinum | 10             | –                          | Sell EUR 893,030  |            |   |                            |        |
| 1,812  | Insight Liquidity Funds - ILF GBP<br>Liquidity Class 3             | 2              | –                          | Buy GBP 775,614 UBS <sup>2</sup>                        |            |   |                            |        |
| <b>Total Collective Investment Schemes</b>                 |  |                |                            | Sell USD 1,157,655                                      |            |   |                            |        |
|  |  | <b>657,096</b> | <b>49.03</b>               | Buy GBP 925,641 Citigroup                               |            |   |                            |        |
|  |  |                |                            | Sell USD 2,555,867                                      |            |   |                            |        |
|  |  |                |                            | Buy HUF 885,670,735 UBS                                 |            |   |                            |        |
|  |  |                |                            | Sell USD 204,597  |            |   |                            |        |
|  |  |                |                            | Buy IDR 3,045,953,608 UBS                               |            |   |                            |        |
|  |  |                |                            | Sell USD 20,321,328                                     |            |   |                            |        |
|  |  |                |                            | Buy JPY 2,750,000,000 UBS                               |            |   |                            |        |
|  |  |                |                            | (483)   |            |   |                            |        |
|  |  |                |                            | (0.04)  |            |   |                            |        |



## CT Dynamic Real Return Fund

### Portfolio Statement

(continued)

| Holding                                       | Investment                                    | Value<br>£000    | % of<br>Net Asset<br>Value |  | Value<br>£000    | % of<br>Investment |
|---|---|------------------|----------------------------|--|------------------|--------------------|
| <b>DERIVATIVES 0.55% (-0.23%) (continued)</b> |   |                  |                            | <b>ANALYSIS OF INVESTMENTS BY ASSET CLASS</b>              |                  |                    |
|   | Sell USD 357                                  |                  |                            |  |                  |                    |
|   | Buy JPY 47,167 Citigroup <sup>2</sup>         | –                | –                          |  |                  |                    |
|   | Sell USD 1,619,046                            |                  |                            | Fixed interest   | 511,203          | 38.52              |
|   | Buy KRW 2,160,478,647 UBS                     | 8                | –                          | Floating rate notes  | 1,264            | 0.10               |
|   | Sell USD 3,250,848                            |                  |                            | Derivatives  | 7,357            | 0.55               |
|   | Buy MYR 14,200,355 Barclays                   | (143)            | (0.01)                     | Equity   | 150,121          | 11.31              |
|   | Sell USD 165,007                              |                  |                            | Collective Investment Schemes                              | 657,096          | 49.52              |
|   | Buy MYR 733,326 Barclays                      | (5)              | –                          | <b>Total value of investments<sup>3</sup></b>              | <b>1,327,041</b> | <b>100.00</b>      |
|   | Sell USD 201,585                              |                  |                            | <b>ANALYSIS OF UNDERLYING EXPOSURE FUTURES AND OPTIONS</b> |                  |                    |
|   | Buy PLN 841,261 UBS                           | (1)              | –                          |  |                  |                    |
|   | Sell USD 1,520,704                            |                  |                            |  |                  |                    |
|   | Buy RON 6,836,060 Barclays                    | (33)             | –                          |  |                  |                    |
|   | Sell USD 6,067,828                            |                  |                            | UBS Russell 1000 Value Index Future Expiring June 2023     | 9,941            |                    |
|   | Buy THB 205,815,273 UBS                       | (87)             | (0.01)                     | UBS FTSE 100 Index Future Expiring June 2023               | 72,485           |                    |
|   | Sell IDR 16,945,005,849                       |                  |                            | UBS MSCI Emerging Markets Future Expiring June 2023        | 13,938           |                    |
|   | Buy USD 1,150,866 Barclays                    | 15               | –                          | UBS S&P 500 E-mini Future Expiring June 2023               | 730              |                    |
|   | Sell MYR 7,554,726                            |                  |                            | UBS Topix Index Future Expiring June 2023                  | (7,980)          |                    |
|   | Buy USD 1,666,680 Barclays                    | 25               | –                          | <b>Total net exposure</b>                                  | <b>89,114</b>    |                    |
|   | Sell PLN 492,021                              |                  |                            |  |                  |                    |
|   | Buy USD 116,595 Barclays <sup>2</sup>         | –                | –                          |  |                  |                    |
|   | Sell BRL 810,740                              |                  |                            |  |                  |                    |
|   | Buy USD 162,441 Barclays <sup>2</sup>         | –                | –                          |  |                  |                    |
|   | Sell MXN 40,055,963                           |                  |                            |  |                  |                    |
|   | Buy USD 2,191,312 Citigroup                   | (41)             | –                          |  |                  |                    |
|   | Sell IDR 3,915,572,659                        |                  |                            |  |                  |                    |
|   | Buy USD 265,353 Barclays                      | 3                | –                          |  |                  |                    |
|   | Sell PEN 1,093,593                            |                  |                            |  |                  |                    |
|   | Buy USD 288,382 Barclays                      | (7)              | –                          |  |                  |                    |
|   | Sell GBP 2,438                                |                  |                            |  |                  |                    |
|   | Buy USD 3,027 Barclays <sup>2</sup>           | –                | –                          |  |                  |                    |
|   | Sell GBP 2,998                                |                  |                            |  |                  |                    |
|   | Buy USD 3,748 Lloyds <sup>2</sup>             | –                | –                          |  |                  |                    |
|   | Sell GBP 3,700                                |                  |                            |  |                  |                    |
|   | Buy USD 4,580 Barclays <sup>2</sup>           | –                | –                          |  |                  |                    |
|   | Sell ZAR 87,003,880                           |                  |                            |  |                  |                    |
|   | Buy USD 4,760,681 UBS                         | 219              | 0.02                       |  |                  |                    |
|   | Sell CLP 322,990,073                          |                  |                            |  |                  |                    |
|   | Buy USD 402,672 UBS                           | 3                | –                          |  |                  |                    |
|   | Sell TRY 1,067,704                            |                  |                            |  |                  |                    |
|   | Buy USD 48,477 Citigroup                      | (2)              | –                          |  |                  |                    |
|   | Sell COP 32,402,157,204                       |                  |                            |  |                  |                    |
|   | Buy USD 7,238,813 Citigroup                   | (8)              | –                          |  |                  |                    |
|   | Sell GBP 6,850,607                            |                  |                            |  |                  |                    |
|   | Buy USD 8,500,000 HSBC                        | 26               | –                          |  |                  |                    |
|   | Sell MXN 1,581,556                            |                  |                            |  |                  |                    |
|   | Buy USD 86,501 Citigroup                      | (2)              | –                          |  |                  |                    |
|   | Sell USD 178,376                              |                  |                            |  |                  |                    |
|   | Buy ZAR 3,462,560 UBS <sup>2</sup>            | –                | –                          |  |                  |                    |
|   | <b>Total Derivatives</b>                      | <b>7,357</b>     | <b>0.55</b>                |  |                  |                    |
|   | <b>Total value of investments<sup>3</sup></b> | <b>1,327,041</b> | <b>99.01</b>               |  |                  |                    |
|   | <b>Net other assets (4.89%)</b>               | <b>13,213</b>    | <b>0.99</b>                |  |                  |                    |
|   | <b>Net assets</b>                             | <b>1,340,254</b> | <b>100.00</b>              |  |                  |                    |

May 2022 comparatives in brackets.

\* Variable rate bonds.

<sup>1</sup> Cash equivalents.

<sup>2</sup> Less than £500, rounded to nil.

<sup>3</sup> Includes Cash equivalents.

## CT Global Multi Asset Income Fund

### Portfolio Statement

as at 25 May 2023

| Holding  |           | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value | Holding  |   | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value |
|--|-----------|---|---------------|----------------------------|--|---|---|---------------|----------------------------|
| <b>GUERNSEY 2.29% (1.60%)</b>                        |           |   |               |                            | 149,290  | CT High Yield Bond Fund                                       | 136   | 0.18          |                            |
| <b>Real Estate Investment Trusts 2.29% (1.60%)</b>   |           |   |               |                            | 50,655   | Threadneedle (Lux) – European Short-Term High Yield Bond Fund | 4,840   | 6.53          |                            |
| 2,846,709  |           | Schroder Real Estate Investment Trust                 | 1,237         | 1.67                       | 184,800  | Threadneedle (Lux) – Global Emerging Market Short-Term Bonds  | 1,198   | 1.62          |                            |
| 898,294  |           | UK Commercial Property REIT                           | 457           | 0.62                       | <b>Total Collective Investment Schemes</b>                 |   | <b>57,274</b>                                       | <b>77.32</b>  |                            |
| <b>Total Guernsey</b>                                |           |   | <b>1,694</b>  | <b>2.29</b>                |  |   |   |               |                            |
| <b>MEXICO 0.88% (1.47%)</b>                          |           |   |               |                            | <b>DERIVATIVES 0.91% (-0.11%)</b>                          |   |   |               |                            |
| <b>BBB 0.88% (1.47%)</b>                             |           |   |               |                            | <b>Futures and Options 0.25% (0.00%)</b>                   |   |   |               |                            |
| GBP  | 895,000   | United Mexican States 5.625% 19/03/2114               | 656           | 0.88                       | USD  | 74  | UBS E-mini Russell 1000 G Future Expiring June 2023 | 82            | 0.11                       |
| <b>Total Mexico</b>                                  |           |   | <b>656</b>    | <b>0.88</b>                | USD  | (127)   | UBS E-mini Russell 1000 V Future Expiring June 2023 | 105           | 0.14                       |
| <b>UNITED KINGDOM 8.62% (7.31%)</b>                  |           |   |               |                            | <b>Forward foreign exchange contracts 0.66% (-0.11%)</b>   |   |   |               |                            |
| <b>Aa3u 3.37% (2.80%)</b>                            |           |   |               |                            | Sell USD 19,200,000  |   |   |               |                            |
| GBP  | 2,580,000 | United Kingdom Gilt 1.25% 31/07/2051                  | 1,218         | 1.64                       | Buy GBP 15,955,537 HSBC                                    |   |   |               |                            |
| GBP  | 1,380,000 | United Kingdom Index-Linked Gilt 0.125% 22/03/2051    | 1,278         | 1.73                       | Sell USD 970,000   |   |   |               |                            |
| <b>Real Estate Investment Trusts 5.25% (4.51%)</b>   |           |   |               |                            | Buy GBP 778,846 Citigroup                                  |   |   |               |                            |
| 1,852,103  |           | Custodian REIT  | 1,654         | 2.23                       | Sell GBP 3,770,000   |   |   |               |                            |
| 823,729  |           | LXI REIT  | 812           | 1.10                       | Buy USD 4,743,748 Citigroup                                |   |   |               |                            |
| 1,033,598  |           | Tritax Big Box REIT                                   | 1,422         | 1.92                       | <b>Total Derivatives</b>                                   |   | <b>672</b>  | <b>0.91</b>   |                            |
| <b>Total United Kingdom</b>                          |           |   | <b>6,384</b>  | <b>8.62</b>                | <b>Total value of investments</b>                          |   |   |               |                            |
| <b>UNITED STATES OF AMERICA 8.60% (0.00%)</b>        |           |   |               |                            | <b>Net other assets (5.64%)</b>                            |   |   |               |                            |
| <b>Aaa 8.60% (0.00%)</b>                             |           |   |               |                            | <b>Net assets</b>  |   |   |               |                            |
| USD  | 3,327,000 | United States Treasury Note/Bond 3% 15/08/2052        | 2,230         | 3.01                       | <b>73,055</b>  |   |   |               |                            |
| USD  | 2,591,000 | United States Treasury Note/Bond 3.375% 15/08/2042    | 1,882         | 2.54                       | <b>1,019</b>   |   |   |               |                            |
| USD  | 2,900,000 | United States Treasury Note/Bond 3.875% 15/02/2043    | 2,263         | 3.05                       | <b>74,074</b>  |   |   |               |                            |
| <b>Total United States of America</b>                |           |   | <b>6,375</b>  | <b>8.60</b>                | <b>100.00</b>  |   |   |               |                            |
| <b>COLLECTIVE INVESTMENT SCHEMES 77.32% (84.09%)</b> |           |   |               |                            | <i>May 2022 comparatives in brackets.</i>                  |   |   |               |                            |
| <b>UK equity 2.87% (3.55%)</b>                       |           |   |               |                            | <b>ANALYSIS OF INVESTMENTS BY ASSET CLASS</b>              |   |   |               |                            |
| 1,609,938  |           | CT UK Equity Income Fund                              | 2,127         | 2.87                       |  |   |   |               |                            |
| <b>UK bond 20.59% (7.95%)</b>                        |           |   |               |                            | <b>Value</b>   |   |   |               |                            |
| 4,116,997  |           | CT Sterling Bond Fund                                 | 3,603         | 4.86                       | <b>£000</b>  |   |   |               |                            |
| 7,192,805  |           | CT Sterling Corporate Bond Fund                       | 6,553         | 8.85                       | <b>% of</b>  |   |   |               |                            |
| 3,435,775  |           | CT Sterling Medium and Long-Dated Corporate Bond Fund | 3,500         | 4.72                       | <b>Investment</b>  |   |   |               |                            |
| 1,747,881  |           | CT Sterling Short-Dated Corporate Bond Fund           | 1,600         | 2.16                       | Fixed interest   |   |   |               |                            |
| <b>Real estate 6.78% (10.29%)</b>                    |           |   |               |                            | Derivatives  |   |   |               |                            |
| 8,361,810  |           | CT UK Property Authorised Investment Fund             | 5,020         | 6.78                       | Equity   |   |   |               |                            |
| <b>Overseas equity 36.61% (37.58%)</b>               |           |   |               |                            | Collective investment schemes                              |   |   |               |                            |
| 777,110  |           | CT Global Equity Income Fund                          | 1,226         | 1.66                       | <b>Total value of investments</b>                          |   |   |               |                            |
| 5,247,560  |           | CT US Equity Income Fund                              | 19,231        | 25.96                      | <b>73,055</b>  |   |   |               |                            |
| 269,722  |           | Threadneedle (Lux) – Asian Equity Income Fund         | 2,588         | 3.49                       | <b>100.00</b>  |   |   |               |                            |
| 2,978,927  |           | Threadneedle (Lux) – Pan European Equity Dividend     | 4,072         | 5.50                       | <b>ANALYSIS OF UNDERLYING EXPOSURE FUTURES AND OPTIONS</b> |   |   |               |                            |
| <b>Overseas bond 10.47% (24.72%)</b>                 |           |   |               |                            | <b>Value</b>   |   |   |               |                            |
| 200,244  |           | CT Emerging Market Bond Fund                          | 191           | 0.26                       | <b>£000</b>  |   |   |               |                            |
| 1,943,524  |           | CT Emerging Market Local Fund                         | 1,389         | 1.88                       | UBS E-mini Russell 1000 G Future Expiring June 2023        |   |   |               |                            |
|  |           |   |               |                            | 7,545  |   |   |               |                            |
|  |           |   |               |                            | UBS E-mini Russell 1000 V Future Expiring June 2023        |   |   |               |                            |
|  |           |   |               |                            | (7,560)  |   |   |               |                            |
|  |           |   |               |                            | <b>Total net exposure</b>                                  |   |   |               |                            |
|  |           |   |               |                            | <b>(15)</b>  |   |   |               |                            |

## CT UK Social Bond Fund

### Portfolio Statement

as at 25 May 2023

|                                       | Holding   | Investment   | Value<br>£000 | % of<br>Net Asset<br>Value |                         | Holding   | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value |
|---------------------------------------|-----------|--|---------------|----------------------------|-------------------------|-----------|---|---------------|----------------------------|
| <b>FIXED INTEREST 76.10% (78.01%)</b> |           |  |               |                            | <b>A+ 5.63% (4.46%)</b> |           |   |               |                            |
|                                       |           | <b>AAA 8.36% (11.68%)</b>  |               |                            | GBP                     | 4,100,000 | Aster Treasury 1.405% 27/01/2036                                      | 2,618         | 0.66                       |
| GBP                                   | 1,000,000 | Asian Infrastructure 0.2% 15/12/2025                                       | 879           | 0.22                       | EUR                     | 3,100,000 | Banque Fédérative du Crédit Mutuel<br>4% 21/11/2029                   | 2,685         | 0.68                       |
| EUR                                   | 1,100,000 | Council of Europe Development Bank<br>0% 09/04/2027                        | 846           | 0.21                       | GBP                     | 300,000   | Bromford Housing Group 3.125%<br>03/05/2048                           | 199           | 0.05                       |
| EUR                                   | 6,890,000 | Council of Europe Development Bank<br>1% 13/04/2029                        | 5,316         | 1.35                       | GBP                     | 4,900,000 | Credit Agricole 4.875% 23/10/2029                                     | 4,631         | 1.17                       |
| EUR                                   | 900,000   | European Investment Bank 0%<br>15/05/2028                                  | 673           | 0.17                       | EUR                     | 6,549,000 | Nationwide Building Society 3.25%<br>05/09/2029                       | 5,371         | 1.36                       |
| GBP                                   | 2,125,000 | International Bank for Reconstruction<br>and Development 0.25% 23/09/2027  | 1,741         | 0.44                       | GBP                     | 231,000   | Nats En Route 1.75% 30/09/2033  | 162           | 0.04                       |
| GBP                                   | 3,500,000 | International Bank for Reconstruction<br>and Development 0.5% 24/07/2023   | 3,476         | 0.88                       | GBP                     | 1,100,000 | Platform HG Finance 1.926%<br>15/09/2041                              | 655           | 0.17                       |
| GBP                                   | 1,550,000 | International Bank for Reconstruction<br>and Development 0.625% 14/07/2028 | 1,259         | 0.32                       | GBP                     | 213,000   | RHP Finance 3.25% 05/02/2048  | 148           | 0.04                       |
| GBP                                   | 2,000,000 | International Bank for Reconstruction<br>and Development 1.25% 13/12/2028  | 1,657         | 0.42                       | GBP                     | 460,000   | Sovereign Housing Capital 5.705%<br>10/09/2039                        | 460           | 0.12                       |
| USD                                   | 800,000   | International Bank for Reconstruction<br>and Development 2.25% 28/03/2024  | 631           | 0.16                       | GBP                     | 2,630,000 | Unite USAF II 3.374% 30/06/2023                                       | 2,623         | 0.66                       |
| GBP                                   | 2,500,000 | International Development<br>Association 0.75% 21/09/2028                  | 2,018         | 0.51                       | GBP                     | 2,130,000 | Unite USAF II 3.921% 30/06/2025                                       | 2,012         | 0.51                       |
| EUR                                   | 2,933,000 | Nationwide Building Society 1.125%<br>31/05/2028                           | 2,277         | 0.58                       | GBP                     | 800,000   | Wheatley Group Capital 4.375%<br>28/11/2044                           | 666           | 0.17                       |
| GBP                                   | 1,100,000 | Nationwide Building Society 5.625%<br>28/01/2026                           | 1,105         | 0.28                       | <b>A1 0.43% (0.63%)</b> |           |   |               |                            |
| EUR                                   | 9,915,000 | Wellcome Trust 1.125% 21/01/2027   | 7,913         | 2.00                       | GBP                     | 200,000   | Cardiff University 3% 07/12/2055                                      | 129           | 0.03                       |
| GBP                                   | 3,385,000 | Wellcome Trust Finance 4.625%<br>25/07/2036                                | 3,238         | 0.82                       | GBP                     | 900,000   | De Montfort University 5.375%<br>30/06/2042                           | 812           | 0.21                       |
|                                       |           | <b>Aaa 1.27% (0.61%)</b>   |               |                            | GBP                     | 100,000   | Onward Homes 2.125% 25/03/2053  | 49            | 0.01                       |
| EUR                                   | 3,400,000 | Coventry Building Society 2.625%<br>07/12/2026                             | 2,851         | 0.72                       | GBP                     | 700,000   | University of Leeds 3.125% 19/12/2050                                 | 485           | 0.12                       |
| GBP                                   | 2,500,000 | Inter-American Development Bank<br>0.5% 15/09/2026                         | 2,154         | 0.55                       | GBP                     | 450,000   | University of Southampton 2.25%<br>11/04/2057                         | 234           | 0.06                       |
|                                       |           | <b>AA 6.67% (6.67%)</b>  |               |                            | <b>A 5.77% (5.88%)</b>  |           |   |               |                            |
| GBP                                   | 2,200,000 | Community Finance 1 5.017%<br>31/07/2034                                   | 2,095         | 0.53                       | GBP                     | 1,500,000 | ABN AMRO Bank 5.25% 26/05/2026  | 1,468         | 0.37                       |
| GBP                                   | 500,000   | Dwr Cymru Financing 6.015%<br>31/03/2028                                   | 507           | 0.13                       | EUR                     | 1,700,000 | AstraZeneca 0.375% 03/06/2029   | 1,226         | 0.31                       |
| USD                                   | 7,100,000 | International Finance Facility for<br>Immunisation 0.375% 06/11/2023       | 5,650         | 1.43                       | GBP                     | 875,000   | BBC Pacific Quay Finance 5.5653%<br>25/07/2034                        | 657           | 0.17                       |
| USD                                   | 5,500,000 | International Finance Facility for<br>Immunisation 1% 21/04/2026           | 4,036         | 1.02                       | GBP                     | 250,000   | Cambridgeshire Housing Capital<br>4.25% 15/09/2045                    | 200           | 0.05                       |
| GBP                                   | 1,329,000 | International Finance Facility for<br>Immunisation 2.75% 07/06/2025        | 1,262         | 0.32                       | GBP                     | 1,103,000 | GSK Capital 1.25% 12/10/2028  | 901           | 0.23                       |
| GBP                                   | 9,800,000 | LCR Finance 4.5% 07/12/2028  | 9,647         | 2.44                       | GBP                     | 867,000   | GSK Capital 1.25% 12/10/2028<br>(Frankfurt Exchange)                  | 708           | 0.18                       |
| GBP                                   | 2,350,000 | Network Rail Infrastructure Finance<br>4.375% 09/12/2030                   | 2,304         | 0.58                       | GBP                     | 100,000   | Incommunities 3.25% 21/03/2049  | 69            | 0.02                       |
| GBP                                   | 1,202,000 | Octagon Healthcare Funding 5.333%<br>31/12/2035                            | 855           | 0.22                       | GBP                     | 1,000,000 | Legal & General Group 5.875%<br>11/12/2031                            | 1,020         | 0.26                       |
|                                       |           | <b>AA- 0.00% (0.51%)</b>   |               |                            | GBP                     | 1,310,000 | Meadowhall Finance 4.986%<br>12/01/2032                               | 622           | 0.16                       |
|                                       |           | <b>Aa3 1.34% (3.12%)</b>   |               |                            | EUR                     | 4,200,000 | Motability Operations Group 0.125%<br>20/07/2028 (Frankfurt Exchange) | 3,058         | 0.77                       |
| GBP                                   | 2,600,000 | PRS Finance 1.75% 24/11/2026 55AN  | 2,188         | 0.55                       | GBP                     | 7,915,000 | Motability Operations Group 3.75%<br>16/07/2026                       | 7,531         | 1.91                       |
| GBP                                   | 2,300,000 | PRS Finance 2% 23/01/2029  | 1,957         | 0.50                       | GBP                     | 300,000   | Northern Powergrid 2.5% 01/04/2025                                    | 279           | 0.07                       |
| GBP                                   | 400,000   | Saltire Finance 1.527% 23/11/2051  | 186           | 0.05                       | GBP                     | 370,000   | Penarian Housing 3.212% 07/06/2052                                    | 245           | 0.06                       |
| GBP                                   | 848,000   | Saltire Finance 4.809% 14/03/2053  | 807           | 0.20                       | EUR                     | 1,950,000 | Prologis Euro Finance 1.5% 08/02/2034                                 | 1,240         | 0.31                       |
| GBP                                   | 400,000   | University College London 1.625%<br>04/06/2061                             | 176           | 0.04                       | GBP                     | 3,200,000 | Stonewater Funding 1.625%<br>10/09/2036                               | 2,009         | 0.51                       |
|                                       |           |  |               |                            | GBP                     | 1,650,000 | THFC Funding No 1 5.125% 21/12/2037                                   | 1,558         | 0.39                       |
|                                       |           |  |               |                            | <b>A2 0.96% (1.35%)</b> |           |   |               |                            |
|                                       |           |  |               |                            | GBP                     | 600,000   | Blend Funding 3.459% 21/09/2047                                       | 425           | 0.11                       |
|                                       |           |  |               |                            | GBP                     | 2,039,000 | Coventry Building Society 1%<br>21/09/2025                            | 1,816         | 0.46                       |
|                                       |           |  |               |                            | GBP                     | 1,250,000 | Coventry Building Society 1.875%<br>24/10/2023                        | 1,229         | 0.31                       |
|                                       |           |  |               |                            | GBP                     | 477,000   | Jigsaw Funding 3.375% 05/05/2052                                      | 330           | 0.08                       |

## CT UK Social Bond Fund

### Portfolio Statement

(continued)

|   | Holding   | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value |     | Holding   | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value |
|---|-----------|---|---------------|----------------------------|-----|-----------|---|---------------|----------------------------|
| <b>FIXED INTEREST 76.10% (78.01%) (continued)</b> |           |   |               |                            |     |           |   |               |                            |
|   |           | <b>A- 6.32% (7.36%)</b>                                     |               |                            | GBP | 308,000   | Severn Trent Utilities Finance 5.25%<br>04/04/2036  | 291           | 0.07                       |
| GBP   | 7,900,000 | Anglian Water Services Financing<br>1.625% 10/08/2025       | 7,263         | 1.84                       | GBP | 6,400,000 | Severn Trent Utilities Finance 6.125%<br>26/02/2024   | 6,405         | 1.62                       |
| GBP   | 1,500,000 | Anglian Water Services Financing<br>2.75% 26/10/2029        | 1,274         | 0.32                       | GBP | 2,420,000 | Southern Water Services 1.625%<br>30/03/2027  | 2,041         | 0.52                       |
| GBP   | 4,342,000 | Clarion Funding 2.625% 18/01/2029                           | 3,700         | 0.94                       | GBP | 1,620,000 | Southern Water Services 2.375%<br>28/05/2028  | 1,357         | 0.34                       |
| GBP   | 700,000   | Eastern Power Networks 2.125%<br>25/11/2033                 | 504           | 0.13                       | GBP | 4,500,000 | United Utilities Water Finance 0.875%<br>28/10/2029   | 3,365         | 0.85                       |
| EUR   | 500,000   | ESB Finance 1% 19/07/2034                                   | 326           | 0.08                       |     |           |   |               |                            |
| GBP   | 300,000   | Guinness Partnership 4% 24/10/2044                          | 237           | 0.06                       |     |           |   |               |                            |
| GBP   | 875,000   | Home Group 3.125% 27/03/2043                                | 583           | 0.15                       |     |           |   |               |                            |
| GBP   | 200,000   | Metropolitan Funding 4.125%<br>05/04/2048                   | 151           | 0.04                       | GBP | 5,100,000 | <b>Baa1 3.11% (4.09%)</b><br>Bazalgette Finance 2.375% 29/11/2027                               | 4,421         | 1.12                       |
| GBP   | 1,300,000 | Paragon Treasury 2% 07/05/2036                              | 854           | 0.22                       | GBP | 5,750,000 | Bupa Finance 5% 08/12/2026  | 5,406         | 1.37                       |
| GBP   | 1,500,000 | Peabody Capital No 2 2.75%<br>02/03/2034                    | 1,142         | 0.29                       | GBP | 2,500,000 | Manchester Airport Group Funding<br>4.125% 02/04/2024   | 2,460         | 0.62                       |
| GBP   | 2,000,000 | Places For People Treasury 2.875%<br>17/08/2026             | 1,813         | 0.46                       |     |           |   |               |                            |
| GBP   | 4,046,000 | Realty Income 1.125% 13/07/2027                             | 3,287         | 0.83                       | GBP | 1,700,000 | <b>BBB 8.57% (6.59%)</b><br>Becton Dickinson 3.02% 24/05/2025                                   | 1,612         | 0.41                       |
| GBP   | 581,000   | South Eastern Power Networks 1.75%<br>30/09/2034            | 392           | 0.10                       | GBP | 700,000   | British Telecommunications 3.125%<br>21/11/2031   | 568           | 0.14                       |
| GBP   | 3,100,000 | Yorkshire Water Finance 1.75%<br>26/11/2026                 | 2,691         | 0.68                       | GBP | 300,000   | British Telecommunications 5.75%<br>07/12/2028  | 295           | 0.07                       |
| GBP   | 734,000   | Yorkshire Water Finance 5.5%<br>28/04/2035                  | 702           | 0.18                       | GBP | 7,100,000 | Dwr Cymru Financing 1.625%<br>31/03/2026  | 6,311         | 1.60                       |
|   |           | <b>A3 1.10% (1.73%)</b>                                     |               |                            | GBP | 740,000   | Dwr Cymru Financing 2.375%<br>31/03/2034  | 516           | 0.13                       |
| GBP   | 3,300,000 | Bupa Finance 1.75% 14/06/2027                               | 2,785         | 0.71                       | GBP | 2,100,000 | Haleon UK Capital 2.875% 29/10/2028   | 1,832         | 0.46                       |
| GBP   | 300,000   | Bupa Finance 2% 05/04/2024                                  | 289           | 0.07                       | GBP | 1,771,000 | Intesa Sanpaolo 6.625% 31/05/2033   | 1,708         | 0.43                       |
| GBP   | 200,000   | Libra Longhurst Group 3.25%<br>15/05/2043                   | 138           | 0.04                       | GBP | 2,000,000 | Liberty Living 2.625% 28/11/2024  | 1,876         | 0.48                       |
| GBP   | 532,000   | Optivo Finance 2.857% 07/10/2035                            | 392           | 0.10                       | GBP | 300,000   | Liberty Living 3.375% 28/11/2029  | 245           | 0.06                       |
| GBP   | 710,000   | Orbit Capital 2% 24/11/2038                                 | 432           | 0.11                       | EUR | 1,858,000 | National Grid Electricity Distribution<br>3.875% 16/01/2029                                     | 1,600         | 0.41                       |
| GBP   | 350,000   | WHG Treasury 4.25% 06/10/2045                               | 289           | 0.07                       | GBP | 2,561,000 | Northumbrian Water Finance 4.5%<br>14/02/2031   | 2,329         | 0.59                       |
|   |           | <b>BBB+ 10.52% (10.11%)</b>                                 |               |                            | GBP | 2,758,000 | Northumbrian Water Finance 6.375%<br>28/10/2034   | 2,802         | 0.71                       |
| EUR   | 3,240,000 | Cadent Finance 0.75% 11/03/2032                             | 2,117         | 0.54                       | GBP | 675,000   | Rentokil Initial 5% 27/06/2032  | 630           | 0.16                       |
| GBP   | 1,233,000 | Cadent Finance 5.75% 14/03/2034                             | 1,187         | 0.30                       | GBP | 6,760,000 | Thames Water Utilities Finance<br>1.875% 24/01/2024   | 6,581         | 1.67                       |
| GBP   | 1,970,000 | Electricity North West 8.875%<br>25/03/2026                 | 2,113         | 0.54                       | GBP | 3,412,000 | Thames Water Utilities Finance<br>2.375% 22/04/2040   | 2,032         | 0.51                       |
| GBP   | 2,266,000 | ENW Finance 4.893% 24/11/2032                               | 2,103         | 0.53                       | GBP | 850,000   | Thames Water Utilities Finance<br>5.125% 28/09/2037   | 751           | 0.19                       |
| EUR   | 1,200,000 | Iberdrola Finanzas 1.25% 28/10/2026                         | 975           | 0.25                       | GBP | 1,800,000 | Unite Group 3.5% 15/10/2028   | 1,535         | 0.39                       |
| GBP   | 4,975,000 | National Grid Electricity Distribution<br>2.375% 16/05/2029 | 4,082         | 1.03                       | GBP | 700,000   | Western Power Distribution 3.5%<br>16/10/2026   | 645           | 0.16                       |
| GBP   | 1,750,000 | National Grid Electricity Distribution<br>3.875% 17/10/2024 | 1,699         | 0.43                       |     |           |   |               |                            |
| EUR   | 541,000   | National Grid Electricity Distribution<br>3.949% 20/09/2032 | 457           | 0.12                       |     |           |   |               |                            |
| GBP   | 300,000   | NIE Finance 5.875% 01/12/2032                               | 299           | 0.08                       |     |           |   |               |                            |
| GBP   | 3,000,000 | NIE Finance 6.375% 02/06/2026                               | 3,033         | 0.77                       |     |           |   |               |                            |
| GBP   | 2,300,000 | Northern Gas Networks Finance<br>4.875% 30/06/2027          | 2,221         | 0.56                       | GBP | 500,000   | <b>(P)BBB 0.00% (0.38%)</b><br><b>Baa2 1.23% (2.48%)</b><br>Annington Funding 2.308% 06/10/2032 | 349           | 0.09                       |
| GBP   | 1,600,000 | Orsted 2.125% 17/05/2027                                    | 1,411         | 0.36                       | GBP | 1,074,000 | Annington Funding 4.75% 09/08/2033  | 898           | 0.23                       |
| GBP   | 2,000,000 | Royal London Finance Bonds No 3<br>6.125% 13/11/2028        | 1,888         | 0.48                       | GBP | 1,800,000 | Eversholt Funding 2.742% 30/06/2040   | 1,258         | 0.32                       |
| GBP   | 1,000,000 | Scottish Hydro Electric 2.25%<br>27/09/2035                 | 690           | 0.17                       | GBP | 1,400,000 | National Express Group 2.5%<br>11/11/2023   | 1,378         | 0.35                       |
| GBP   | 2,741,000 | Severn Trent Utilities Finance 2.625%<br>22/02/2033         | 2,093         | 0.53                       | EUR | 1,162,000 | SELP Finance 3.75% 10/08/2027   | 933           | 0.24                       |
| GBP   | 1,886,000 | Severn Trent Utilities Finance 4.625%<br>30/11/2034         | 1,697         | 0.43                       |     |           |   |               |                            |
|   |           |   |               |                            | GBP | 1,200,000 | <b>BBB- 0.62% (1.60%)</b><br>AA Bond 3.25% 31/07/2028   | 924           | 0.23                       |
|   |           |   |               |                            | GBP | 550,000   | DS Smith 2.875% 26/07/2029  | 461           | 0.12                       |
|   |           |   |               |                            | GBP | 500,000   | Grainger 3.375% 24/04/2028  | 418           | 0.11                       |
|   |           |   |               |                            | EUR | 900,000   | Tesco Corporate Treasury Services<br>0.375% 27/07/2029  | 621           | 0.16                       |

## CT UK Social Bond Fund

### Portfolio Statement

(continued)

|   | Holding    | Investment   | Value<br>£000  | % of<br>Net Asset<br>Value |                           | Holding    | Investment  | Value<br>£000 | % of<br>Net Asset<br>Value |
|---|------------|--|----------------|----------------------------|---------------------------|------------|---|---------------|----------------------------|
| <b>FIXED INTEREST 76.10% (78.01%) (continued)</b> |            |  |                |                            | <b>BBB+ 6.60% (2.63%)</b> |            |   |               |                            |
|   |            | <b>Baa3 0.48% (0.64%)</b>  |                |                            | GBP                       | 8,500,000  | *Barclays Variable 03/11/2026                           | 7,555         | 1.91                       |
| GBP   | 2,200,000  | Pearson 3.75% 04/06/2030   | 1,884          | 0.48                       | GBP                       | 1,800,000  | *Legal & General Group 4.5%<br>01/11/2050               | 1,517         | 0.38                       |
|   |            | <b>BB+ 0.21% (0.21%)</b>   |                |                            | GBP                       | 2,400,000  | *Legal & General Group 5.375%<br>27/10/2045             | 2,310         | 0.59                       |
| GBP   | 600,000    | Marks & Spencer 3.25% 10/07/2027                                   | 534            | 0.14                       | GBP                       | 1,000,000  | *Legal & General Group Variable<br>26/11/2049           | 819           | 0.21                       |
| GBP   | 300,000    | Marks & Spencer 3.75% 19/05/2026                                   | 272            | 0.07                       | USD                       | 1,630,000  | *Nationwide Building Society Variable<br>08/03/2029     | 1,220         | 0.31                       |
|   |            | <b>BB 0.10% (0.13%)</b>  |                |                            | EUR                       | 924,000    | *NatWest Group 4.699% 14/03/2028                        | 804           | 0.20                       |
| GBP   | 610,000    | Peterborough Progress Health 5.581%<br>02/10/2042                  | 403            | 0.10                       | EUR                       | 14,900,000 | *NatWest Group Variable 26/02/2030                      | 10,356        | 2.62                       |
|   |            | <b>BB- 0.24% (0.60%)</b>   |                |                            | GBP                       | 2,100,000  | *Royal London Finance Bonds No 4<br>Variable 07/10/2049 | 1,505         | 0.38                       |
| GBP   | 214,000    | Co-operative Group 5.125% 17/05/2024                               | 211            | 0.05                       |                           |            |   |               |                            |
| EUR   | 800,000    | Getlink 3.5% 30/10/2025  | 674            | 0.17                       |                           |            |   |               |                            |
| EUR   | 100,000    | Getlink 3.5% 30/10/2025 (Frankfurt<br>Exchange)                    | 84             | 0.02                       | GBP                       | 1,000,000  | *Legal & General Group 5.625%<br>24/09/2168             | 787           | 0.20                       |
|   |            | <b>B3 0.10% (0.19%)</b>  |                |                            |                           |            |   |               |                            |
| GBP   | 420,000    | Pinnacle Bidco 6.375% 15/02/2025                                   | 409            | 0.10                       |                           |            |   |               |                            |
|   |            | <b>Liquidity Funds 4.74% (0.00%)*</b>                              |                |                            | GBP                       | 9,200,000  | *Yorkshire Building Society Variable<br>15/09/2029      | 7,061         | 1.79                       |
| GBP   | 18,731,720 | BlackRock Institutional Cash Series<br>Sterling Liquidity Platinum | 18,732         | 4.74                       | GBP                       | 4,148,000  | *Yorkshire Building Society Variable<br>11/10/2030      | 3,457         | 0.88                       |
|   |            | <b>Not Rated 8.33% (6.99%)</b>                                     |                |                            |                           |            |   |               |                            |
| GBP   | 543,100    | A2D Funding II 4.5% 30/09/2026                                     | 517            | 0.13                       | EUR                       | 1,900,000  | *AIB Group 2.25% 04/04/2028                             | 1,491         | 0.38                       |
| GBP   | 420,000    | A2Dominion Housing Group 3.5%<br>15/11/2028                        | 372            | 0.09                       | EUR                       | 8,334,000  | *AIB Group 4.625% 23/07/2029                            | 7,070         | 1.79                       |
| GBP   | 655,000    | Anglian Water Osprey Finance 2%<br>31/07/2028                      | 513            | 0.13                       | EUR                       | 1,288,000  | *Bank of Ireland Group 4.875%<br>16/07/2028             | 1,122         | 0.28                       |
| USD   | 2,400,000  | Japan International Cooperation<br>Agency 4% 23/05/2028            | 1,902          | 0.48                       | EUR                       | 4,540,000  | *Bank of Ireland Group Variable<br>10/05/2027           | 3,492         | 0.88                       |
| GBP   | 100,000    | John Lewis 6.125% 21/01/2025                                       | 97             | 0.02                       | EUR                       | 3,000,000  | *Deutsche Bank Variable 24/05/2028                      | 2,389         | 0.61                       |
| GBP   | 1,789,000  | Newriver REIT 3.5% 07/03/2028                                      | 1,480          | 0.37                       | EUR                       | 1,000,000  | *Iberdrola International 2.625%<br>26/03/2067           | 854           | 0.22                       |
| GBP   | 2,550,000  | Pension Insurance 3.625% 21/10/2032                                | 1,848          | 0.47                       | EUR                       | 400,000    | *Iberdrola International Variable<br>12/02/2168         | 336           | 0.09                       |
| GBP   | 1,100,000  | Pension Insurance 6.5% 03/07/2024                                  | 1,088          | 0.28                       | GBP                       | 1,200,000  | *NGG Finance 5.625% 18/06/2073                          | 1,153         | 0.29                       |
| GBP   | 2,250,000  | RCB Bonds 3.5% 08/12/2031  | 1,880          | 0.48                       |                           |            |   |               |                            |
| GBP   | 895,000    | Retail Charity Bond 3.9% 23/11/2027                                | 760            | 0.19                       |                           |            |   |               |                            |
| GBP   | 2,420,000  | Retail Charity Bond 4% 31/10/2027                                  | 2,067          | 0.52                       |                           |            |   |               |                            |
| EUR   | 3,700,000  | Segro Capital 0.5% 22/09/2031                                      | 2,230          | 0.56                       |                           |            |   |               |                            |
| GBP   | 25,102,000 | United Kingdom Gilt 0.875% 31/07/2033                              | 17,959         | 4.55                       |                           |            |   |               |                            |
| GBP   | 470,104    | United Kingdom Gilt 1.5% 31/07/2053                                | 234            | 0.06                       | EUR                       | 500,000    | *Orsted 1.75% 09/12/3019                                | 370           | 0.09                       |
|   |            | <b>Total Fixed Interest</b>  | <b>300,547</b> | <b>76.10</b>               | EUR                       | 300,000    | *Orsted 2.25% Perpetual                                 | 248           | 0.06                       |
|   |            |  |                |                            | USD                       | 1,000,000  | *Vodafone Group Variable 03/10/2078                     | 807           | 0.20                       |
| <b>FLOATING RATE NOTES 21.12% (20.68%)</b>        |            |  |                |                            | <b>BB 0.55% (0.32%)</b>   |            |   |               |                            |
|   |            | <b>AAA 0.74% (0.27%)</b>   |                |                            | EUR                       | 2,900,000  | *Bank of Ireland Group 1.375%<br>11/08/2031             | 2,176         | 0.55                       |
| GBP   | 2,800,000  | *Asian Development Bank FRN<br>23/05/2029                          | 2,902          | 0.74                       |                           |            |   |               |                            |
|   |            | <b>AA 0.00% (0.16%)</b>  |                |                            | GBP                       | 2,350,000  | *Co-operative Bank Finance 6%<br>06/04/2027             | 2,166         | 0.55                       |
|   |            | <b>A+ 1.76% (0.00%)</b>  |                |                            | GBP                       | 1,336,000  | *Co-operative Bank Finance 9.5%<br>24/05/2028           | 1,335         | 0.34                       |
| EUR   | 4,803,000  | *Danske Bank Variable 10/01/2031                                   | 4,137          | 1.05                       |                           |            |   |               |                            |
| EUR   | 3,300,000  | *Erste Group Bank 4% 16/01/2031                                    | 2,813          | 0.71                       |                           |            |   |               |                            |
|   |            | <b>A1 1.01% (0.91%)</b>  |                |                            |                           |            |   |               |                            |
| GBP   | 4,000,000  | *UK Municipal Bonds Agency FRN<br>12/03/2025                       | 4,006          | 1.01                       | GBP                       | 1,000,000  | *Royal London Finance Bonds No 6<br>Variable 25/11/2171 | 992           | 0.25                       |
|   |            | <b>A- 0.61% (2.07%)</b>  |                |                            | EUR                       | 3,800,000  | *Triodos Bank Variable 05/02/2032                       | 2,422         | 0.61                       |
| EUR   | 2,806,000  | *HSBC Holdings 1.5% 04/12/2024                                     | 2,408          | 0.61                       |                           |            |   |               |                            |
|   |            | <b>A3 0.34% (0.00%)</b>  |                |                            |                           |            |   |               |                            |
| GBP   | 1,336,000  | *Nordea Bank 6% 02/06/2026   | 1,326          | 0.34                       |                           |            |   |               |                            |
|   |            |  |                |                            |                           |            |   | <b>83,406</b> | <b>21.12</b>               |

## CT UK Social Bond Fund

### Portfolio Statement

(continued)

|  | Holding    | Investment   | Value<br>£000 | % of<br>Net Asset<br>Value |  | Holding | Investment                                    | Value<br>£000         | % of<br>Net Asset<br>Value |
|--|------------|--|---------------|----------------------------|--|---------|---|-----------------------|----------------------------|
| <b>DERIVATIVES 0.29% (0.42%)</b>                           |            |  |               |                            |  |         |   |                       |                            |
|  |            | <b>Interest Rate Swaps 0.37% (0.23%)</b>                                       |               |                            |  |         | Sell USD 10,619,622                           |                       |                            |
| GBP  | 2,760,000  | Morgan Stanley Interest Rate Swap Receive GBP SONIA 1D Pay 0.3052% 23/09/2050  | 1,670         | 0.42                       |  |         | Buy GBP 8,485,006 HSBC                        | (103)                 | (0.03)                     |
| GBP  | 7,100,000  | Morgan Stanley Interest Rate Swap Receive GBP SONIA 1D Pay 2.3697% 11/06/2042  | 1,638         | 0.41                       |  |         | Sell USD 102,152                              |                       |                            |
| GBP  | 2,400,000  | Morgan Stanley Interest Rate Swap Receive GBP SONIA 1D Pay 2.6778% 26/08/2042  | 462           | 0.12                       |  |         | Buy GBP 81,555 Barclays                       | (1)                   | –                          |
| GBP  | 24,300,000 | Morgan Stanley Interest Rate Swap Receive GBP SONIA 1D Pay 2.7771% 11/06/2027  | (1,803)       | (0.46)                     |  |         | <b>Total Derivatives</b>                      | <b>1,156</b>          | <b>0.29</b>                |
| GBP  | 8,200,000  | Morgan Stanley Interest Rate Swap Receive GBP SONIA 1D Pay 3.2441% 26/08/2027  | (483)         | (0.12)                     |  |         | <b>Total value of investments<sup>3</sup></b> | <b>385,109</b>        | <b>97.51</b>               |
| GBP  | 11,000,000 | Morgan Stanley Interest Rate Swap Receive GBP SONIA 1D Pay 3.43% 18/11/2032    | 740           | 0.19                       |  |         | <b>Net other assets (0.89%)</b>               | <b>9,842</b>          | <b>2.49</b>                |
| GBP  | 49,000,000 | Morgan Stanley Interest Rate Swap Receive GBP SONIA 1D Pay 4.32711% 18/11/2024 | (744)         | (0.19)                     |  |         | <b>Net assets</b>                             | <b>394,951</b>        | <b>100.00</b>              |
|  |            | <b>Futures and Options -0.26% (0.75%)</b>                                      |               |                            |  |         |   |                       |                            |
| EUR  | (406)      | UBS EURO-Bobl Future Expiring June 2023  | (433)         | (0.11)                     |  |         |   |                       |                            |
| EUR  | (218)      | UBS EURO-Bund Future Expiring June 2023  | (447)         | (0.11)                     |  |         |   |                       |                            |
| GBP  | 170        | UBS Long Gilt Future Expiring September 2023                                   | (160)         | (0.04)                     |  |         |   |                       |                            |
| USD  | (76)       | UBS US 5 Year Note Future Expiring September 2023                              | 14            | –                          |  |         |   |                       |                            |
|  |            | <b>Forward Foreign Exchange Contracts 0.18% (-0.56%)</b>                       |               |                            |  |         |   |                       |                            |
|  |            | Sell GBP 868,324   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy EUR 1,000,000 UBS <sup>2</sup>   | –             | –                          |  |         |   |                       |                            |
|  |            | Sell GBP 868,743   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy EUR 1,000,000 HSBC <sup>2</sup>  | –             | –                          |  |         |   |                       |                            |
|  |            | Sell GBP 913,476   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy EUR 1,049,080 UBS  | (3)           | –                          |  |         |   |                       |                            |
|  |            | Sell GBP 54,083  | –             | –                          |  |         |   |                       |                            |
|  |            | Buy EUR 61,040 Lloyds  | (1)           | –                          |  |         |   |                       |                            |
|  |            | Sell GBP 694,057   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy EUR 796,617 HSBC   | (3)           | –                          |  |         |   |                       |                            |
|  |            | Sell EUR 3,400,000   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy GBP 2,969,595 HSBC   | 19            | –                          |  |         |   |                       |                            |
|  |            | Sell EUR 3,750,000   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy GBP 3,257,921 UBS  | 3             | –                          |  |         |   |                       |                            |
|  |            | Sell EUR 45,583,640  | –             | –                          |  |         |   |                       |                            |
|  |            | Buy GBP 39,680,590 HSBC  | 100           | 0.03                       |  |         |   |                       |                            |
|  |            | Sell EUR 574,790   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy GBP 500,352 UBS  | 1             | –                          |  |         |   |                       |                            |
|  |            | Sell EUR 59,708,968  | –             | –                          |  |         |   |                       |                            |
|  |            | Buy GBP 52,561,010 HSBC  | 737           | 0.19                       |  |         |   |                       |                            |
|  |            | Sell EUR 634   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy GBP 550 Lloyds <sup>2</sup>  | –             | –                          |  |         |   |                       |                            |
|  |            | Sell USD 8,051,607   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy GBP 6,458,603 HSBC   | (54)          | (0.01)                     |  |         |   |                       |                            |
|  |            | Sell EUR 893,305   | –             | –                          |  |         |   |                       |                            |
|  |            | Buy GBP 782,150 HSBC   | 7             | –                          |  |         |   |                       |                            |
| <b>ANALYSIS OF INVESTMENTS BY ASSET CLASS</b>              |            |  |               |                            |  |         |   |                       |                            |
|  |            |  |               |                            |  |         |   | <b>Value<br/>£000</b> | <b>% of<br/>Investment</b> |
|  |            |  |               |                            |  |         |   | 281,815               | 73.18                      |
|  |            |  |               |                            |  |         |   | 83,406                | 21.66                      |
|  |            |  |               |                            |  |         |   | 1,156                 | 0.30                       |
|  |            |  |               |                            |  |         |   | 18,732                | 4.86                       |
|  |            |  |               |                            |  |         |   | <b>385,109</b>        | <b>100.00</b>              |
| <b>ANALYSIS OF UNDERLYING EXPOSURE FUTURES AND OPTIONS</b> |            |  |               |                            |  |         |   |                       |                            |
|  |            |  |               |                            |  |         |   | <b>Value<br/>£000</b> |                            |
|  |            |  |               |                            |  |         |   | (41,211)              |                            |
|  |            |  |               |                            |  |         |   | (25,283)              |                            |
|  |            |  |               |                            |  |         |   | 16,158                |                            |
|  |            |  |               |                            |  |         |   | (6,664)               |                            |
|  |            |  |               |                            |  |         |   | <b>(57,000)</b>       |                            |

May 2022 comparatives in brackets.

\* Variable rate bonds.

(P) refers to provisional rating.

<sup>1</sup> Cash equivalents.

<sup>2</sup> Less than £500, rounded to nil.

<sup>3</sup> Includes Cash equivalents.

## CT Managed Bond Fund

### Portfolio Statement

as at 25 May 2023

| Holding  | Investment   | Value<br>£000  | % of<br>Net Asset<br>Value | Holding | Investment                        | Value<br>£000  | % of<br>Net Asset<br>Value |
|--|--|----------------|----------------------------|---------|-----------------------------------|----------------|----------------------------|
| <b>COLLECTIVE INVESTMENT SCHEMES 99.56% (98.14%)</b>     |  |                |                            |         |                                   |                |                            |
| <b>UK equity 5.17% (5.39%)</b>                           |  |                |                            |         |                                   |                |                            |
| 381,388  | CT UK Equity Income Fund                                     | 1,557          | 0.74                       |         | Sell EUR 7,000,000                |                |                            |
| 4,389,729  | CT UK Fund   | 6,380          | 3.02                       |         | Buy GBP 6,233,420 HSBC            | 158            | 0.08                       |
| 2,473,822  | CT UK Institutional Fund                                     | 2,967          | 1.41                       |         | Sell EUR 7,700,000                |                |                            |
|  | <b>Total UK equity</b>                                       | <b>10,904</b>  | <b>5.17</b>                |         | Buy GBP 6,777,707 Barclays        | 86             | 0.04                       |
| <b>UK bond 34.71% (31.94%)</b>                           |  |                |                            |         | Sell EUR 9,000,000                |                |                            |
| 34,827,503   | CT Sterling Bond Fund  | 29,847         | 14.17                      |         | Buy GBP 7,977,020 Barclays        | 147            | 0.07                       |
| 23,372,420   | CT Sterling Corporate Bond Fund                              | 26,002         | 12.34                      |         | Sell USD 1,100,000                |                |                            |
| 4,340  | CT Sterling Short-Term Money Market Fund                     | 5              | –                          |         | Buy GBP 896,344 Barclays          | 7              | –                          |
| 22,386,193   | CT UK Fixed Interest Fund                                    | 17,284         | 8.20                       |         | <b>Total derivatives</b>          | <b>888</b>     | <b>0.42</b>                |
|  | <b>Total UK bond</b>   | <b>73,138</b>  | <b>34.71</b>               |         |                                   |                |                            |
| <b>Overseas equity 10.42% (12.47%)</b>                   |  |                |                            |         |                                   |                |                            |
| 1,199,185  | CT American Fund   | 7,599          | 3.61                       |         | <b>Total value of investments</b> | <b>210,692</b> | <b>99.98</b>               |
| 1,411,858  | CT Asia Fund   | 2,628          | 1.25                       |         | <b>Net other assets (3.02%)</b>   | <b>33</b>      | <b>0.02</b>                |
| 606,286  | CT European Fund   | 1,288          | 0.61                       |         | <b>Net assets</b>                 | <b>210,725</b> | <b>100.00</b>              |
| 201,264  | CT Global Emerging Markets Equity Fund                       | 223            | 0.10                       |         |                                   |                |                            |
| 2,176,547  | CT Global Select Fund  | 5,625          | 2.67                       |         |                                   |                |                            |
| 728,024  | CT Japan Fund  | 1,489          | 0.71                       |         |                                   |                |                            |
| 959,763  | CT US Equity Income Fund                                     | 983            | 0.47                       |         |                                   |                |                            |
| 156,259  | Threadneedle (Lux) – Global Smaller Companies Fund           | 2,115          | 1.00                       |         |                                   |                |                            |
|  | <b>Total overseas equity</b>                                 | <b>21,950</b>  | <b>10.42</b>               |         |                                   |                |                            |
| <b>Overseas bond 49.26% (48.34%)</b>                     |  |                |                            |         |                                   |                |                            |
| 25,522,156   | CT Dollar Bond Fund  | 29,356         | 13.93                      |         |                                   |                |                            |
| 590,561  | CT Emerging Market Bond Fund                                 | 737            | 0.35                       |         |                                   |                |                            |
| 353,159  | CT Emerging Market Local Fund                                | 813            | 0.39                       |         |                                   |                |                            |
| 6,781,861  | CT European Bond Fund  | 5,986          | 2.84                       |         |                                   |                |                            |
| 38,750,914   | CT Global Bond Fund  | 40,351         | 19.15                      |         |                                   |                |                            |
| 534,704  | CT High Yield Bond Fund                                      | 695            | 0.33                       |         |                                   |                |                            |
| 677,523  | Threadneedle (Lux) – European Corporate Bond Fund            | 6,541          | 3.10                       |         |                                   |                |                            |
| 99,525   | Threadneedle (Lux) – Flexible Asian Bond Fund                | 966            | 0.46                       |         |                                   |                |                            |
| 1,779,909  | Threadneedle (Lux) – Global Corporate Bond                   | 17,745         | 8.42                       |         |                                   |                |                            |
| 73,836   | Threadneedle (Lux) – Global Emerging Market Short-Term Bonds | 622            | 0.29                       |         |                                   |                |                            |
|  | <b>Total overseas bond</b>                                   | <b>103,812</b> | <b>49.26</b>               |         |                                   |                |                            |
|  | <b>Total collective investment schemes</b>                   | <b>209,804</b> | <b>99.56</b>               |         |                                   |                |                            |
| <b>DERIVATIVES 0.42% (-1.16%)</b>                        |  |                |                            |         |                                   |                |                            |
| <b>Forward foreign exchange contracts 0.42% (-1.16%)</b> |  |                |                            |         |                                   |                |                            |
|  | Sell USD 21,500,000  |                |                            |         |                                   |                |                            |
|  | Buy GBP 17,183,655 Barclays                                  | (189)          | (0.09)                     |         |                                   |                |                            |
|  | Sell USD 21,750,000  |                |                            |         |                                   |                |                            |
|  | Buy GBP 18,078,087 UBS                                       | 483            | 0.23                       |         |                                   |                |                            |
|  | Sell USD 22,700,000  |                |                            |         |                                   |                |                            |
|  | Buy GBP 18,228,422 Barclays                                  | (121)          | (0.06)                     |         |                                   |                |                            |
|  | Sell JPY 350,000,000   |                |                            |         |                                   |                |                            |
|  | Buy GBP 2,168,361 HSBC                                       | 137            | 0.07                       |         |                                   |                |                            |
|  | Sell JPY 421,000,000   |                |                            |         |                                   |                |                            |
|  | Buy GBP 2,571,120 Citigroup                                  | 116            | 0.05                       |         |                                   |                |                            |
|  | Sell JPY 530,000,000   |                |                            |         |                                   |                |                            |
|  | Buy GBP 3,166,050 Citigroup                                  | 64             | 0.03                       |         |                                   |                |                            |

May 2022 comparatives in brackets.

## CT Managed Bond Focused Fund

### Portfolio Statement

as at 25 May 2023

| Holding  | Investment   | Value<br>£000  | % of<br>Net Asset<br>Value | Holding | Investment                        | Value<br>£000  | % of<br>Net Asset<br>Value |
|--|--|----------------|----------------------------|---------|-----------------------------------|----------------|----------------------------|
| <b>COLLECTIVE INVESTMENT SCHEMES 99.03% (98.36%)</b>     |  |                |                            |         |                                   |                |                            |
| <b>UK equity 7.56% (8.01%)</b>                           |  |                |                            |         |                                   |                |                            |
| 541,642  | CT UK Equity Income Fund                                     | 2,212          | 1.03                       |         | Sell JPY 500,000,000              |                |                            |
| 6,500,979  | CT UK Fund   | 9,448          | 4.38                       |         | Buy GBP 2,986,839 Citigroup       | 60             | 0.03                       |
| 2,693,075  | CT UK Institutional Fund                                     | 3,230          | 1.50                       |         | Sell EUR 7,800,000                |                |                            |
| 1,247,134  | CT UK Smaller Companies Fund                                 | 1,400          | 0.65                       |         | Buy GBP 6,945,811 HSBC            | 177            | 0.08                       |
|  | <b>Total UK equity</b>                                       | <b>16,290</b>  | <b>7.56</b>                |         | Sell USD 850,000                  |                |                            |
|  |  |                |                            |         | Buy GBP 692,631 UBS               | 5              | –                          |
| <b>UK bond 29.18% (27.94%)</b>                           |  |                |                            |         |                                   |                |                            |
| 45,603,755   | CT Sterling Bond Fund  | 39,082         | 18.14                      |         | Sell EUR 8,600,000                |                |                            |
| 20,785,397   | CT Sterling Corporate Bond Fund                              | 23,124         | 10.73                      |         | Buy GBP 7,622,486 Barclays        | 141            | 0.06                       |
| 624,826  | CT Sterling Short-Term Money Market Fund                     | 656            | 0.31                       |         | Sell EUR 9,000,000                |                |                            |
|  | <b>Total UK bond</b>   | <b>62,862</b>  | <b>29.18</b>               |         | Buy GBP 7,921,995 Barclays        | 101            | 0.05                       |
| <b>Overseas equity 20.83% (22.67%)</b>                   |  |                |                            |         |                                   |                |                            |
| 2,790,166  | CT American Fund   | 17,681         | 8.21                       |         | <b>Total derivatives</b>          | <b>903</b>     | <b>0.42</b>                |
| 2,608,554  | CT Asia Fund   | 4,855          | 2.25                       |         |                                   |                |                            |
| 1,436,894  | CT European Fund   | 3,053          | 1.42                       |         | <b>Total value of investments</b> | <b>214,250</b> | <b>99.45</b>               |
| 617,806  | CT Global Emerging Markets Equity Fund                       | 685            | 0.32                       |         | <b>Net other assets (2.48%)</b>   | <b>1,195</b>   | <b>0.55</b>                |
| 4,592,528  | CT Global Select Fund  | 11,869         | 5.51                       |         | <b>Net assets</b>                 | <b>215,445</b> | <b>100.00</b>              |
| 1,316,616  | CT Japan Fund  | 2,692          | 1.25                       |         |                                   |                |                            |
| 1,947,843  | CT US Equity Income Fund                                     | 1,994          | 0.92                       |         |                                   |                |                            |
| 151,542  | Threadneedle (Lux) – Global Smaller Companies Fund           | 2,051          | 0.95                       |         |                                   |                |                            |
|  | <b>Total overseas equity</b>                                 | <b>44,880</b>  | <b>20.83</b>               |         |                                   |                |                            |
| <b>Overseas bond 41.46% (39.74%)</b>                     |  |                |                            |         |                                   |                |                            |
| 14,176,321   | CT Dollar Bond Fund  | 16,306         | 7.57                       |         |                                   |                |                            |
| 839,147  | CT Emerging Market Bond Fund                                 | 1,047          | 0.49                       |         |                                   |                |                            |
| 357,668  | CT Emerging Market Local Fund                                | 824            | 0.38                       |         |                                   |                |                            |
| 8,078,246  | CT European Bond Fund  | 7,130          | 3.31                       |         |                                   |                |                            |
| 40,029,065   | CT Global Bond Fund  | 41,682         | 19.35                      |         |                                   |                |                            |
| 810,974  | CT High Yield Bond Fund                                      | 1,055          | 0.49                       |         |                                   |                |                            |
| 690,902  | Threadneedle (Lux) – European Corporate Bond Fund            | 6,670          | 3.10                       |         |                                   |                |                            |
| 124,511  | Threadneedle (Lux) – Flexible Asian Bond Fund                | 1,209          | 0.56                       |         |                                   |                |                            |
| 1,245,084  | Threadneedle (Lux) – Global Corporate Bond                   | 12,413         | 5.76                       |         |                                   |                |                            |
| 116,325  | Threadneedle (Lux) – Global Emerging Market Short-Term Bonds | 979            | 0.45                       |         |                                   |                |                            |
|  | <b>Total overseas bond</b>                                   | <b>89,315</b>  | <b>41.46</b>               |         |                                   |                |                            |
|  | <b>Total collective investment schemes</b>                   | <b>213,347</b> | <b>99.03</b>               |         |                                   |                |                            |
| <b>DERIVATIVES 0.42% (-0.84%)</b>                        |  |                |                            |         |                                   |                |                            |
| <b>Forward foreign exchange contracts 0.42% (-0.84%)</b> |  |                |                            |         |                                   |                |                            |
|  | Sell USD 1,400,000   |                |                            |         |                                   |                |                            |
|  | Buy GBP 1,125,902 Citigroup                                  | (7)            | –                          |         |                                   |                |                            |
|  | Sell USD 16,500,000  |                |                            |         |                                   |                |                            |
|  | Buy GBP 13,187,456 Barclays                                  | (145)          | (0.07)                     |         |                                   |                |                            |
|  | Sell USD 17,700,000  |                |                            |         |                                   |                |                            |
|  | Buy GBP 14,213,351 Lloyds                                    | (94)           | (0.04)                     |         |                                   |                |                            |
|  | Sell USD 17,200,000  |                |                            |         |                                   |                |                            |
|  | Buy GBP 14,296,235 UBS                                       | 382            | 0.18                       |         |                                   |                |                            |
|  | Sell JPY 424,000,000   |                |                            |         |                                   |                |                            |
|  | Buy GBP 2,589,442 Lloyds                                     | 116            | 0.05                       |         |                                   |                |                            |
|  | Sell JPY 425,600,000   |                |                            |         |                                   |                |                            |
|  | Buy GBP 2,636,726 HSBC                                       | 167            | 0.08                       |         |                                   |                |                            |

May 2022 comparatives in brackets.



## CT Managed Equity & Bond Fund

### Portfolio Statement

as at 25 May 2023

| Holding  | Investment  | Value<br>£000    | % of<br>Net Asset<br>Value | Holding  | Investment       | Value<br>£000 | % of<br>Net Asset<br>Value |
|--|---|------------------|----------------------------|--|------------------|---------------|----------------------------|
| <b>COLLECTIVE INVESTMENT SCHEMES 99.26% (99.33%)</b> |   |                  |                            | <b>DERIVATIVES 0.27% (-0.49%)</b>                        |                  |               |                            |
| <b>UK equity 14.77% (15.69%)</b>                     |   |                  |                            | <b>Forward foreign exchange contracts 0.27% (-0.49%)</b> |                  |               |                            |
| 18,776,481   | CT UK Equity Alpha Income Fund                                | 22,956           | 2.09                       | Sell JPY 1,970,000,000                                   |                  |               |                            |
| 1,320,062  | CT UK Equity Income Fund                                      | 5,390            | 0.49                       | Buy GBP 11,768,147 Citigroup                             | 237              | 0.02          |                            |
| 52,154,096   | CT UK Fund  | 75,796           | 6.89                       | Sell JPY 1,970,000,000                                   |                  |               |                            |
| 21,137,221   | CT UK Growth & Income Fund                                    | 26,081           | 2.37                       | Buy GBP 12,031,132 Lloyds                                | 541              | 0.05          |                            |
| 17,380,300   | CT UK Institutional Fund                                      | 20,848           | 1.90                       | Sell JPY 2,000,000,000                                   |                  |               |                            |
| 10,059,488   | CT UK Smaller Companies Fund                                  | 11,294           | 1.03                       | Buy GBP 12,390,632 HSBC                                  | 785              | 0.07          |                            |
|  | <b>Total UK equity</b>  | <b>162,365</b>   | <b>14.77</b>               | Sell EUR 20,400,000                                      |                  |               |                            |
|  |   |                  |                            | Buy GBP 17,956,523 Barclays                              | 228              | 0.02          |                            |
|  | <b>UK bond 20.86% (20.62%)</b>                                |                  |                            | Sell EUR 23,500,000                                      |                  |               |                            |
| 164,839,691  | CT Sterling Bond Fund   | 141,268          | 12.85                      | Buy GBP 20,926,482 HSBC                                  | 532              | 0.05          |                            |
| 77,832,853   | CT Sterling Corporate Bond Fund                               | 86,589           | 7.87                       | Sell EUR 26,000,000                                      |                  |               |                            |
| 1,491,970  | CT Sterling Short-Term Money Market Fund                      | 1,567            | 0.14                       | Buy GBP 23,044,726 Barclays                              | 425              | 0.04          |                            |
|  | <b>Total UK bond</b>  | <b>229,424</b>   | <b>20.86</b>               | Sell USD 4,200,000                                       |                  |               |                            |
|  |   |                  |                            | Buy GBP 3,422,340 Barclays                               | 25               | –             |                            |
|  |   |                  |                            | Sell USD 46,700,000                                      |                  |               |                            |
|  | <b>Overseas equity 36.68% (38.17%)</b>                        |                  |                            | Buy GBP 38,815,939 UBS                                   | 1,038            | 0.09          |                            |
| 18,073,454   | CT American Fund  | 114,530          | 10.41                      | Sell USD 54,000,000                                      |                  |               |                            |
| 5,359,280  | CT American Select Fund                                       | 14,229           | 1.29                       | Buy GBP 43,158,947 Barclays                              | (475)            | (0.04)        |                            |
| 2,895,308  | CT American Smaller Companies Fund (US)                       | 15,825           | 1.44                       | Sell USD 56,000,000                                      |                  |               |                            |
| 13,622,810   | CT Asia Fund  | 25,356           | 2.30                       | Buy GBP 44,968,795 Lloyds                                | (299)            | (0.03)        |                            |
| 6,408,816  | CT European Fund  | 13,615           | 1.24                       | Sell USD 8,400,000                                       |                  |               |                            |
| 5,922,525  | CT European Smaller Companies Fund                            | 7,382            | 0.67                       | Buy GBP 6,755,410 Citigroup                              | (40)             | –             |                            |
| 12,753,426   | CT Global Emerging Markets Equity Fund                        | 14,150           | 1.29                       | <b>Total derivatives</b>                                 | <b>2,997</b>     | <b>0.27</b>   |                            |
| 60,723,362   | CT Global Select Fund   | 156,927          | 14.27                      |  |                  |               |                            |
| 10,641,987   | CT Japan Fund   | 21,759           | 1.98                       | <b>Total value of investments</b>                        | <b>1,094,555</b> | <b>99.53</b>  |                            |
| 1,063,287  | CT Latin America Fund   | 1,172            | 0.11                       | <b>Net other assets (1.16%)</b>                          | <b>5,138</b>     | <b>0.47</b>   |                            |
| 8,230,372  | CT US Equity Income Fund                                      | 8,427            | 0.77                       | <b>Net assets</b>  | <b>1,099,693</b> | <b>100.00</b> |                            |
| 95,650   | Threadneedle (Lux) – Asian Equity Income Fund                 | 1,000            | 0.09                       |  |                  |               |                            |
| 667,398  | Threadneedle (Lux) – Global Smaller Companies Fund            | 9,032            | 0.82                       |  |                  |               |                            |
|  | <b>Total overseas equity</b>                                  | <b>403,404</b>   | <b>36.68</b>               |  |                  |               |                            |
|  |   |                  |                            |  |                  |               |                            |
|  | <b>Overseas bond 26.95% (24.85%)</b>                          |                  |                            |  |                  |               |                            |
| 5,314,552  | CT Dollar Bond Fund   | 6,113            | 0.56                       |  |                  |               |                            |
| 3,774,587  | CT Emerging Market Bond Fund                                  | 4,708            | 0.43                       |  |                  |               |                            |
| 3,789,811  | CT Emerging Market Local Fund                                 | 8,728            | 0.79                       |  |                  |               |                            |
| 3,256,580  | CT European Bond Fund   | 2,874            | 0.26                       |  |                  |               |                            |
| 193,452,676  | CT Global Bond Fund   | 201,442          | 18.32                      |  |                  |               |                            |
| 2,004,321  | CT High Yield Bond Fund                                       | 2,606            | 0.24                       |  |                  |               |                            |
| 3,279,262  | CT Strategic Bond Fund  | 3,358            | 0.30                       |  |                  |               |                            |
| 1,720,818  | Threadneedle (Lux) – European Corporate Bond Fund             | 16,614           | 1.51                       |  |                  |               |                            |
| 45,791   | Threadneedle (Lux) – European Short-Term High Yield Bond Fund | 5,014            | 0.46                       |  |                  |               |                            |
| 654,066  | Threadneedle (Lux) – Flexible Asian Bond Fund                 | 6,349            | 0.58                       |  |                  |               |                            |
| 3,322,889  | Threadneedle (Lux) – Global Corporate Bond                    | 33,129           | 3.01                       |  |                  |               |                            |
| 644,982  | Threadneedle (Lux) – Global Emerging Market Short-Term Bonds  | 5,430            | 0.49                       |  |                  |               |                            |
|  | <b>Total overseas bond</b>                                    | <b>296,365</b>   | <b>26.95</b>               |  |                  |               |                            |
|  | <b>Total collective investment schemes</b>                    | <b>1,091,558</b> | <b>99.26</b>               |  |                  |               |                            |

May 2022 comparatives in brackets.

## CT Managed Equity Focused Fund

### Portfolio Statement

as at 25 May 2023

| Value  | % of  | Value          | % of            |
|--|---|----------------|-----------------|
| £000   | Net Asset Value   | £000           | Net Asset Value |
| <b>COLLECTIVE INVESTMENT SCHEMES 99.59% (99.73%)</b>     |   |                |                 |
| <b>UK equity 21.81% (23.01%)</b>                         |   |                |                 |
| 1,480,710  | CT UK Equity Income Fund                                      | 6,046          | 0.86            |
| 73,403,394   | CT UK Fund  | 106,677        | 15.24           |
| 3,769,815  | CT UK Growth & Income Fund                                    | 4,652          | 0.66            |
| 20,666,297   | CT UK Institutional Fund                                      | 24,789         | 3.54            |
| 9,388,368  | CT UK Smaller Companies Fund                                  | 10,540         | 1.51            |
|  | <b>Total UK equity</b>  | <b>152,704</b> | <b>21.81</b>    |
| <b>UK bond 12.17% (12.08%)</b>                           |   |                |                 |
| 62,897,537   | CT Sterling Bond Fund   | 53,903         | 7.70            |
| 26,300,601   | CT Sterling Corporate Bond Fund                               | 29,259         | 4.18            |
| 1,965,699  | CT Sterling Short-Term Money Market Fund                      | 2,065          | 0.29            |
|  | <b>Total UK bond</b>  | <b>85,227</b>  | <b>12.17</b>    |
| <b>Overseas equity 52.93% (53.56%)</b>                   |   |                |                 |
| 18,586,171   | CT American Fund  | 117,779        | 16.82           |
| 21,567,897   | CT American Select Fund                                       | 57,265         | 8.18            |
| 2,989,294  | CT American Smaller Companies Fund (US)                       | 16,338         | 2.33            |
| 14,993,942   | CT Asia Fund  | 27,908         | 3.98            |
| 3,724,724  | CT European Fund  | 7,913          | 1.13            |
| 5,385,700  | CT European Smaller Companies Fund                            | 6,713          | 0.96            |
| 8,925,324  | CT Global Emerging Markets Equity Fund                        | 9,903          | 1.41            |
| 11,021,365   | CT Global Extended Alpha Fund                                 | 25,962         | 3.71            |
| 20,400,409   | CT Global Focus Fund  | 32,327         | 4.62            |
| 9,723,734  | CT Japan Fund   | 19,881         | 2.84            |
| 673,296  | CT Latin America Fund   | 742            | 0.11            |
| 6,175,216  | CT Pan European Focus Fund                                    | 13,219         | 1.89            |
| 6,231,580  | CT US Equity Income Fund                                      | 6,381          | 0.91            |
| 20,583   | Threadneedle (Lux) – American Absolute Alpha                  | 222            | 0.03            |
| 777,162  | Threadneedle (Lux) – Asian Equity Income Fund                 | 8,127          | 1.16            |
| 370,473  | Threadneedle (Lux) – Global Smaller Companies Fund            | 5,014          | 0.72            |
| 67,686   | Threadneedle (Lux) – Pan European Absolute Alpha              | 997            | 0.14            |
| 1,180,287  | Threadneedle (Lux) – Pan European Smaller Companies           | 13,920         | 1.99            |
|  | <b>Total overseas equity</b>                                  | <b>370,611</b> | <b>52.93</b>    |
| <b>Overseas bond 12.68% (11.08%)</b>                     |   |                |                 |
| 2,854,520  | CT Dollar Bond Fund   | 3,283          | 0.47            |
| 1,383,867  | CT Emerging Market Bond Fund                                  | 1,726          | 0.25            |
| 577,499  | CT Emerging Market Local Fund                                 | 1,330          | 0.19            |
| 53,520,531   | CT Global Bond Fund   | 55,731         | 7.96            |
| 1,323,736  | CT High Yield Bond Fund                                       | 1,721          | 0.24            |
| 1,344,034  | CT Strategic Bond Fund  | 1,376          | 0.20            |
| 33,910   | Threadneedle (Lux) – European Short-Term High Yield Bond Fund | 3,713          | 0.53            |
| 382,776  | Threadneedle (Lux) – Flexible Asian Bond Fund                 | 3,716          | 0.53            |
| 1,465,960  | Threadneedle (Lux) – Global Corporate Bond                    | 14,615         | 2.09            |
| 183,767  | Threadneedle (Lux) – Global Emerging Market Short-Term Bonds  | 1,547          | 0.22            |
|  | <b>Total overseas bond</b>                                    | <b>88,758</b>  | <b>12.68</b>    |
|  | <b>Total collective investment schemes</b>                    | <b>697,300</b> | <b>99.59</b>    |
| <b>DERIVATIVES 0.26% (-0.20%)</b>                        |   |                |                 |
| <b>Forward foreign exchange contracts 0.26% (-0.20%)</b> |   |                |                 |
|  | Sell USD 4,500,000  |                |                 |
|  | Buy GBP 3,564,823 HSBC  | (76)           | (0.01)          |
|  | Sell USD 6,200,000  |                |                 |
|  | Buy GBP 4,986,136 Lloyds                                      | (29)           | –               |
|  | Sell USD 51,000,000   |                |                 |
|  | Buy GBP 42,389,998 UBS  | 1,134          | 0.16            |
|  | Sell JPY 1,360,000,000  |                |                 |
|  | Buy GBP 8,425,630 HSBC  | 534            | 0.08            |
|  | Sell EUR 11,000,000   |                |                 |
|  | Buy GBP 9,795,375 HSBC  | 249            | 0.03            |
|  | <b>Total derivatives</b>                                      | <b>1,812</b>   | <b>0.26</b>     |
|  | <b>Total value of investments</b>                             | <b>699,112</b> | <b>99.85</b>    |
|  | <b>Net other assets (0.47%)</b>                               | <b>1,048</b>   | <b>0.15</b>     |
|  | <b>Net assets</b>   | <b>700,160</b> | <b>100.00</b>   |

May 2022 comparatives in brackets.

## CT Managed Equity Fund

### Portfolio Statement

as at 25 May 2023

| Holding   | Investment  | Value<br>£000  | % of<br>Net Asset<br>Value | Holding                           | Investment   | Value<br>£000  | % of<br>Net Asset<br>Value |
|---|---|----------------|----------------------------|-----------------------------------|--|----------------|----------------------------|
| <b>COLLECTIVE INVESTMENT SCHEMES 99.81% (100.17%)</b> |   |                |                            | <b>DERIVATIVES 0.10% (-0.11%)</b> |  |                |                            |
|   | <b>UK equity 24.36% (25.56%)</b>                              |                |                            |                                   | <b>Forward foreign exchange contracts 0.10% (-0.11%)</b> |                |                            |
| 2,489,108   | CT UK Equity Income Fund                                      | 10,164         | 2.00                       |                                   | Sell JPY 270,000,000                                     |                |                            |
| 1,865,134   | CT UK Extended Alpha Fund                                     | 5,168          | 1.01                       |                                   | Buy GBP 1,672,735 Lloyds                                 | 106            | 0.02                       |
| 59,251,360  | CT UK Fund  | 86,110         | 16.92                      |                                   | Sell USD 18,100,000                                      |                |                            |
| 830,369   | CT UK Growth & Income Fund                                    | 1,025          | 0.20                       |                                   | Buy GBP 15,044,293 UBS                                   | 402            | 0.08                       |
| 13,562,102  | CT UK Institutional Fund                                      | 16,268         | 3.20                       |                                   | Sell EUR 3,000,000                                       |                |                            |
| 4,666,593   | CT UK Smaller Companies Fund                                  | 5,239          | 1.03                       |                                   | Buy GBP 2,671,466 HSBC                                   | 68             | 0.01                       |
|   | <b>Total UK equity</b>  | <b>123,974</b> | <b>24.36</b>               |                                   | Sell USD 3,900,000                                       |                |                            |
|   | <b>UK bond 6.38% (4.75%)</b>                                  |                |                            |                                   | Buy GBP 3,089,513 HSBC                                   | (66)           | (0.01)                     |
| 22,100,890  | CT Sterling Bond Fund   | 18,940         | 3.72                       |                                   | Sell USD 5,100,000                                       |                |                            |
| 10,754,454  | CT Sterling Corporate Bond Fund                               | 11,964         | 2.35                       |                                   | Buy GBP 4,101,499 Citigroup                              | (24)           | -                          |
| 1,500,481   | CT Sterling Short-Term Money Market Fund                      | 1,576          | 0.31                       |                                   | <b>Total derivatives</b>                                 | <b>486</b>     | <b>0.10</b>                |
|   | <b>Total UK bond</b>  | <b>32,480</b>  | <b>6.38</b>                |                                   | <b>Total value of investments</b>                        | <b>508,354</b> | <b>99.91</b>               |
|   | <b>Overseas equity 62.91% (63.41%)</b>                        |                |                            |                                   | <b>Net other assets/(liabilities) (-0.06%)</b>           | <b>456</b>     | <b>0.09</b>                |
| 14,364,566  | CT American Fund  | 91,027         | 17.89                      |                                   | <b>Net assets</b>  | <b>508,810</b> | <b>100.00</b>              |
| 28,190,931  | CT American Select Fund                                       | 74,850         | 14.71                      |                                   |  |                |                            |
| 2,126,308   | CT American Smaller Companies Fund (US)                       | 11,622         | 2.28                       |                                   |  |                |                            |
| 12,159,557  | CT Asia Fund  | 22,633         | 4.45                       |                                   |  |                |                            |
| 4,742,938   | CT European Fund  | 10,076         | 1.98                       |                                   |  |                |                            |
| 3,051,787   | CT European Select Fund                                       | 6,512          | 1.28                       |                                   |  |                |                            |
| 3,184,897   | CT European Smaller Companies Fund                            | 3,970          | 0.78                       |                                   |  |                |                            |
| 4,064,400   | CT Global Emerging Markets Equity Fund                        | 4,509          | 0.89                       |                                   |  |                |                            |
| 6,882,777   | CT Global Extended Alpha Fund                                 | 16,213         | 3.19                       |                                   |  |                |                            |
| 12,069,842  | CT Global Focus Fund  | 19,126         | 3.76                       |                                   |  |                |                            |
| 8,753,104   | CT Japan Fund   | 17,897         | 3.52                       |                                   |  |                |                            |
| 542,020   | CT Latin America Fund   | 597            | 0.12                       |                                   |  |                |                            |
| 5,134,451   | CT Pan European Focus Fund                                    | 10,991         | 2.16                       |                                   |  |                |                            |
| 5,456,218   | CT US Equity Income Fund                                      | 5,587          | 1.10                       |                                   |  |                |                            |
| 1,179,135   | Threadneedle (Lux) – Asia Contrarian Equity Fund              | 9,742          | 1.91                       |                                   |  |                |                            |
| 434,845   | Threadneedle (Lux) – Asian Equity Income Fund                 | 4,547          | 0.89                       |                                   |  |                |                            |
| 183,582   | Threadneedle (Lux) – Global Smaller Companies Fund            | 2,485          | 0.49                       |                                   |  |                |                            |
| 651,686   | Threadneedle (Lux) – Pan European Smaller Companies           | 7,686          | 1.51                       |                                   |  |                |                            |
|   | <b>Total overseas equity</b>                                  | <b>320,070</b> | <b>62.91</b>               |                                   |  |                |                            |
|   | <b>Overseas bond 6.16% (6.45%)</b>                            |                |                            |                                   |  |                |                            |
| 1,798,197   | CT Dollar Bond Fund   | 2,068          | 0.41                       |                                   |  |                |                            |
| 523,059   | CT Emerging Market Bond Fund                                  | 652            | 0.13                       |                                   |  |                |                            |
| 432,123   | CT Emerging Market Local Fund                                 | 995            | 0.19                       |                                   |  |                |                            |
| 15,966,048  | CT Global Bond Fund   | 16,625         | 3.27                       |                                   |  |                |                            |
| 1,134,986   | CT High Yield Bond Fund                                       | 1,476          | 0.29                       |                                   |  |                |                            |
| 8,931   | Threadneedle (Lux) – European Short-Term High Yield Bond Fund | 978            | 0.19                       |                                   |  |                |                            |
| 59,686  | Threadneedle (Lux) – Flexible Asian Bond Fund                 | 579            | 0.11                       |                                   |  |                |                            |
| 753,288   | Threadneedle (Lux) – Global Corporate Bond                    | 7,510          | 1.48                       |                                   |  |                |                            |
| 54,760  | Threadneedle (Lux) – Global Emerging Market Short-Term Bonds  | 461            | 0.09                       |                                   |  |                |                            |
|   | <b>Total overseas bond</b>                                    | <b>31,344</b>  | <b>6.16</b>                |                                   |  |                |                            |
|   | <b>Total collective investment schemes</b>                    | <b>507,868</b> | <b>99.81</b>               |                                   |  |                |                            |

May 2022 comparatives in brackets.

## CT Managed Equity Income Fund

### Portfolio Statement

as at 25 May 2023

| Holding  | Investment   | Value<br>£000 | % of<br>Net Asset<br>Value |
|--|--|---------------|----------------------------|
| <b>COLLECTIVE INVESTMENT SCHEMES 99.64% (99.04%)</b> |  |               |                            |
| <b>UK equity 65.38% (66.44%)</b>                     |  |               |                            |
| 12,150,714   | CT Monthly Extra Income Fund                         | 12,666        | 20.12                      |
| 9,493,962  | CT UK Equity Alpha Income Fund                       | 10,294        | 16.35                      |
| 9,074,872  | CT UK Equity Income Fund                             | 11,992        | 19.04                      |
| 5,988,511  | CT UK Monthly Income Fund                            | 6,214         | 9.87                       |
|  | <b>Total UK equity</b>                               | <b>41,166</b> | <b>65.38</b>               |
| <b>UK bond 9.07% (9.40%)</b>                         |  |               |                            |
| 6,268,104  | CT Sterling Corporate Bond Fund                      | 5,711         | 9.07                       |
|  | <b>Total UK bond</b>                                 | <b>5,711</b>  | <b>9.07</b>                |
| <b>Overseas equity 19.81% (18.16%)</b>               |  |               |                            |
| 4,121,854  | CT Global Equity Income Fund                         | 6,502         | 10.32                      |
| 4,371,094  | Threadneedle (Lux) – Pan European<br>Equity Dividend | 5,975         | 9.49                       |
|  | <b>Total overseas equity</b>                         | <b>12,477</b> | <b>19.81</b>               |
| <b>Overseas bond 5.38% (5.04%)</b>                   |  |               |                            |
| 3,726,082  | CT High Yield Bond Fund                              | 3,385         | 5.38                       |
|  | <b>Total overseas bond</b>                           | <b>3,385</b>  | <b>5.38</b>                |
|  | <b>Total collective investment schemes</b>           | <b>62,739</b> | <b>99.64</b>               |
|  | <b>Total value of investments</b>                    | <b>62,739</b> | <b>99.64</b>               |
|  | <b>Net other assets (0.96%)</b>                      | <b>229</b>    | <b>0.36</b>                |
|  | <b>Net assets</b>                                    | <b>62,968</b> | <b>100.00</b>              |

May 2022 comparatives in brackets.

## Performance Summary for the twelve months ended 31 May 2023

| Fund Name                         | Sector   | Index  | Class 2 Net Return % | Sector Median Net Return % | Index Total Return % |
|-----------------------------------|--|--|----------------------|----------------------------|----------------------|
| CT Dynamic Real Return Fund       | IA Targeted Absolute Return                      | UK CPI+4%  | -2.87                | -0.40                      | 13.63                |
| CT Global Multi-Asset Income Fund | IA Mixed Investment 20-60% Shares                | MSCI World (40%), Bloomberg Global Aggregate (Hedged to GBP) (40%), MSCI UK Monthly Property (20%) | -2.75                | -2.73                      | -2.51                |
| CT UK Social Bond Fund            | –  | ICE BofA Sterling Non-Gilts 1-10 Yrs   | -4.87                | –                          | -5.15                |
| CT Managed Bond Fund              | Morningstar Category GBP Allocation 0-20% Equity | Composite Benchmark <sup>1</sup>   | -7.04                | -3.36                      | -3.88                |
| CT Managed Bond Focused Fund      | IA Mixed Investment 0-35% Shares                 | Composite Benchmark <sup>2</sup>   | -5.73                | -3.87                      | -2.72                |
| CT Managed Equity & Bond Fund     | IA Mixed Investment 20-60% Shares                | Composite Benchmark <sup>3</sup>   | -3.34                | -2.73                      | -0.88                |
| CT Managed Equity Focused Fund    | IA Mixed Investment 40-85% Shares                | Composite Benchmark <sup>4</sup>   | -1.19                | -1.39                      | 0.89                 |
| CT Managed Equity Fund            | IA Flexible Investment                           | Composite Benchmark <sup>5</sup>   | 0.17                 | -1.12                      | 1.92                 |
| CT Managed Equity Income Fund     | –  | Composite Benchmark <sup>6</sup>   | 0.67                 | –                          | 0.28                 |

The Fund Sector is taken from the UK Unit Trusts/OEICs universe. Comparing the fund's performance to this Fund Sector is only relevant for UK Investors.

Net returns (Source: Morningstar) are calculated using official noon prices, bid to bid basis with net income reinvested and are net of assumed fees and expenses but does not include any initial charges. All data shown in GBP.

<sup>1</sup> Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 56%, Bloomberg Sterling Aggregate Index 24%, MSCI ACWI ex UK 10%, FTSE All Share Index 5%, SONIA 5%

<sup>2</sup> Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 47.50%, Bloomberg Sterling Aggregate Index 20%, MSCI ACWI ex UK 20%, FTSE All Share Index 7.5%, SONIA 5%

<sup>3</sup> MSCI ACWI ex UK 35%, Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 31.50%, FTSE All Share Index 15%, Bloomberg Sterling Aggregate Index 13.50%, SONIA 5%

<sup>4</sup> MSCI ACWI ex UK 50%, FTSE All Share Index 22.50%, Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 15.50%, Bloomberg Sterling Aggregate Index 7%, SONIA 5%

<sup>5</sup> MSCI ACWI ex UK 60%, FTSE All Share Index 25%, Bloomberg Global Aggregate ex GBP (Hedged to GBP) Index 7%, SONIA 5%, Bloomberg Sterling Aggregate Index 3%

<sup>6</sup> FTSE All Share Index 60%, iBoxx Sterling Non-Gilts 15%, MSCI Europe 10%, MSCI ACWI 10%, ICE BofA European Currency High Yield Excluding Subordinated Financials Constrained (GBP Hedged) 5%

## Risk and Reward Profiles

| Fund                                     | Share Class                                    | SRRI* |
|--|--|-------|
| <b>CT Dynamic Real Return Fund</b>       | Class 2 – Income shares                        | 5     |
|  | Class 2 – Accumulation shares                  | 5     |
|  | Class S – Accumulation shares                  | 5     |
|  | Class X – Accumulation shares                  | 5     |
|  | Class Z – Income shares                        | 5     |
|  | Class Z – Accumulation shares                  | 5     |
| <b>CT Global Multi Asset Income Fund</b> | Class 2 – Income shares                        | 4     |
|  | Class E – Income shares                        | 4     |
|  | Class 2 – Accumulation shares                  | 4     |
|  | Class Z – Income shares                        | 4     |
|  | Class Z – Accumulation shares                  | 4     |
| <b>CT UK Social Bond Fund</b>            | Class 2 – Income shares                        | 3     |
|  | Class 2 – Accumulation shares                  | 3     |
|  | Class 2 – Gross income shares                  | 3     |
|  | Class 2 – Gross accumulation shares            | 3     |
|  | Class Z – Income shares                        | 3     |
|  | Class Z – Accumulation shares                  | 3     |
|  | Class Z – Gross income shares                  | 3     |
|  | Class Z – Gross accumulation shares            | 3     |
|  | Class Z EUR Hedged – Gross accumulation shares | 3     |
| <b>CT Managed Bond Fund</b>              | Class 1 – Accumulation shares                  | 4     |
|  | Class 2 – Accumulation shares                  | 4     |
|  | Class T – Income shares                        | 4     |
|  | Class Z – Accumulation shares                  | 4     |
| <b>CT Managed Bond Focused Fund</b>      | Class 1 – Income shares                        | 4     |
|  | Class 1 – Accumulation shares                  | 4     |
|  | Class 2 – Accumulation shares                  | 4     |
|  | Class Z – Income shares                        | 4     |
|  | Class Z – Accumulation shares                  | 4     |
| <b>CT Managed Equity and Bond Fund</b>   | Class 1 – Accumulation shares                  | 4     |
|  | Class 2 – Accumulation shares                  | 4     |
|  | Class T – Income shares                        | 4     |
|  | Class Z – Accumulation shares                  | 4     |
| <b>CT Managed Equity Focused Fund</b>    | Class 1 – Accumulation shares                  | 5     |
|  | Class 2 – Accumulation shares                  | 5     |
|  | Class Z – Accumulation shares                  | 5     |
| <b>CT Managed Equity Fund</b>            | Class 1 – Accumulation shares                  | 5     |
|  | Class 2 – Accumulation shares                  | 5     |
|  | Class T – Income shares                        | 5     |
|  | Class Z – Accumulation shares                  | 5     |
| <b>CT Managed Equity Income Fund</b>     | Class 1 – Income shares                        | 5     |
|  | Class 2 – Income shares                        | 5     |
|  | Class Z – Income shares                        | 5     |

\*As at 25 May 2023 the synthetic risk and reward indicator (SRRI) is explained in the table below:

## Risk and Reward Profiles

| SRRI |  |
|------|--|
| 1    | The fund is in this specific category because historically it has shown a low level of volatility (how much the value of the fund went up and down compared to other categories).            |
| 2    | The fund is in this specific category because historically it has shown a relatively low level of volatility (how much the value of the fund went up and down compared to other categories). |
| 3    | The fund is in this specific category because historically it has shown a medium to low level of volatility (how much the value of the fund went up and down compared to other categories).  |
| 4    | The fund is in this specific category because historically it has shown a medium level of volatility (how much the value of the fund went up and down compared to other categories).         |
| 5    | The fund is in this specific category because historically it has shown a medium to high level of volatility (how much the value of the fund went up and down compared to other categories). |
| 6    | The fund is in this specific category because historically it has shown a high level of volatility (how much the value of the fund went up and down compared to other categories).           |
| 7    | The fund is in this specific category because historically it has shown a very high level of volatility (how much the value of the fund went up and down compared to other categories).      |

The Risk and Reward Profile is based on past performance data in pound sterling. If your investment in the fund is not in pound sterling, please check the figure for the risk and reward profile disclosed on our website ([columbiathreadneedle.com](http://columbiathreadneedle.com)) according to the currency of your investment in the fund.

Historical data may not be a reliable indication of the future risk profile of the funds.

The SRRI category shown is not guaranteed to remain unchanged and that the categorisation of the funds may shift over time. The NURS-KII contains the current SRRI.

The lowest category does not mean a risk-free investment.

No form of capital protection or capital guarantee applies to any of the classes.

The risk and reward profile of the CT Managed Bond Fund changed to 4 for Class 1 Accumulation and Class 2 Accumulation on 4 October 2022.

The risk and reward profile of the CT Managed Bond Fund changed to 4 for Class T Income and Class Z Accumulation on 11 November 2022.

## Important Information

Columbia Threadneedle Opportunity Funds (UK) ICVC (the Company) is an open-ended investment company with variable capital incorporated in England and Wales under regulation 14 (Authorisation) of the Open-Ended Investment Companies Regulations 2001 (as amended) and the shareholders are not liable for the debts of the Company.

The Company is structured as an umbrella company in which different sub-funds (funds) may be established from time to time by the ACD with the approval of the Financial Conduct Authority (FCA) and the agreement of the depositary.

References in this document to any fund do not constitute an offer or invitation to subscribe to shares in such a fund. We recommend that you obtain detailed information before the purchase of shares. Subscriptions to a fund may only be made on the basis of the current Prospectus or NURS-KII and the latest annual and Interim Reports & Financial Statements. Please refer also to the Risk Factors in the Prospectus.

Past performance is not a guide to future returns. The value of investments and any income from them is not guaranteed and may fall as well as rise and the investor may not get back the original investment. Exchange rate movements could increase or decrease the value of underlying investments/holdings. The dealing price of the funds may include a dilution adjustment. Further details are available in the Prospectus.

The mention of any specific shares or bonds should not be taken as a recommendation to deal and anyone considering dealing in these financial instruments should consult a stockbroker or financial adviser. The research and analysis included in this document has been produced by Threadneedle for its own investment management activities, may have been acted upon prior to publication and is made available here incidentally. Any opinions expressed are made as at the date of publication but are subject to change without notice.

### Prospectus

A prospectus (the Prospectus) which describes each fund in detail, is available from Threadneedle Investment Services Limited, Client Services, PO Box 10033, Chelmsford CM99 2AL.

The funds are segregated portfolios of assets and, accordingly, the assets of a fund belong exclusively to that Fund and shall not be used to discharge directly or indirectly the liabilities of, or claims against, any other person or body, including the umbrella, or any other fund, and shall not be available for any such purpose.

Each fund has the investment powers equivalent to those of a non-UCITS retail scheme (NURS) (as defined in the FCA rules).

Other funds may be launched in the future.

### Non-UCITS retail scheme Key Investor Information document (NURS-KII) – Subscription requirements

The NURS-KII is a pre-contractual document and investors have to confirm that they have read the latest NURS-KII before making a subscription. Threadneedle has the right to reject a subscription if the investor does not confirm that they have read the latest NURS-KII at the time of application. Investors can obtain the latest NURS-KII from columbiathreadneedle.com.

### Changes to the management of the ACD

During the period from 26 May 2022 to 25 May 2023 the following changes have been made to the directors of the ACD:

- Appointment of Mr James Perrin on 29 September 2022.

### Changes to the Directors of the Company

During the period from 26 May 2022 to 25 May 2023 there were no changes to the directors of the Company.

### Changes to the Prospectus

During the period from 26 May 2022 to 25 May 2023 the main changes to the Prospectus of the Company were as follows:

- On 4 July 2022 the name of the Company was changed from the Threadneedle Opportunity Investment Funds ICVC to the Columbia Threadneedle Opportunity Funds (UK) ICVC.
- Addition of Inflation Risk Factor.
- Addition of Economies of Scale model text.
- Update to the Directors of the ACD.

### Changes to the Instrument of Incorporation

The following changes were made to the Instrument of Incorporation of the Company during the period from 26 May 2022 to 25 May 2023:

- On 4 July 2022 the name of the Company was changed from the Threadneedle Opportunity Investment Funds ICVC to the Columbia Threadneedle Opportunity Funds (UK) ICVC.

### AMC Discount

The ACD applies a discount to its annual management charge (AMC) on the primary share classes of funds with a Net Asset Value over £1 billion. This discount is applied on a sliding scale as set out in the table below, based on the Net Asset Value of the Fund as at 31 December each year. The discount will take effect from 1 May in the following year for a period of 12 months. If 1 May is not a business day in England and Wales, the discount will apply from the last business day prior to 1 May.

The primary share class, as defined by the Investment Association (IA), is the highest charging 'unbundled' (free of rebates or commission) class that is freely available in the retail market. The qualifying primary share classes, funds and the rate of any discount to be applied will be disclosed in the annual Value Assessment Report published on our website columbiathreadneedle.com.

| Fund size<br>As at 31 December | Annual Management Charge Discount |
|--------------------------------|-----------------------------------|
| Under £1billion                | None                              |
| £1billion to < £2billion       | 0.01%                             |
| £2billion to < £3billion       | 0.02%                             |
| £3billion to < £4billion       | 0.03%                             |
| £4billion to < £5billion       | 0.04%                             |
| £5 billion or more             | 0.05%                             |

### Example

A fund with a Net Asset Value of £2.5billion and a primary share class with an AMC of 0.75% would benefit from a discounted AMC of 0.73% (0.02% discount applied from 1 May for a full year).

### Russia/Ukraine

The large-scale invasion of Ukraine by Russia in February 2022 has resulted in sanctions and market disruptions, including volatility in regional and global stock and commodities markets and significant devaluations of Russian currency. The extent and duration of the military action are impossible to predict but could be significant. Market disruption caused by the Russian military action, and any counter measures or responses thereto (including international sanctions, a downgrade in the country's credit rating, purchasing and financing restrictions, boycotts, tariffs, changes in consumer or purchaser preferences, cyberattacks and espionage) could have a severe adverse impact on regional and/or global securities and commodities markets, including markets for oil and natural gas. These and other related events could have a negative impact on Fund performance and the value of an investment in the Funds.



## Important Information

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### Value Assessment Report

As required by the FCA we have carried out an annual Value Assessment Report and this report is available on our website as follows:

<https://www.columbiathreadneedle.co.uk/en/retl/value-assessment-report/>  
[https://www.columbiathreadneedle.co.uk/en/intm/value-assessment-report](https://www.columbiathreadneedle.co.uk/en/intm/value-assessment-report/)  
<https://www.columbiathreadneedle.co.uk/en/inst/value-assessment-report/>

### Task Force on Climate-related Disclosures (TCFD)

TCFD information for the funds covered by this Report has been made available on the relevant Fund Details or Document Library pages of our website and can be found at [www.columbiathreadneedle.com](http://www.columbiathreadneedle.com).

### Characteristics of Shares

The Company is structured as an umbrella company and currently consists of 3 different sub-funds. Several classes of share may be issued in respect of each fund, distinguished by their criteria for subscription and fee structure.

| Share Class | Minimum Investment                                  | Eligibility   |
|-------------|---|---|
| Class 1     | GBP 2,000<br>EUR 2,500<br>USD 3,000                 | All investors not precluded by law or by the terms of this Prospectus, and typically where rebates are paid to the investor or commission is paid to an intermediary.   |
| Class 2     | GBP 5 million<br>EUR 7.5 million<br>USD 7.5 million | Institutional investors and retail investors at the ACD's discretion. At the discretion of the ACD, to eligible distributors that have entered into separate fee arrangements with their clients.   |
| Class E     | GBP 100 million                                     | Certain eligible distributors, wholesale strategic partners and other entities at the discretion of the ACD, investing under a specific agreement and subject to such entities meeting any criteria imposed by the ACD prior to investing prior to investing. |
| Class S     | GBP 100 million                                     | Certain defined contribution pension schemes and other entities at the discretion of the ACD, investing under a specific agreement and subject to such entities meeting any criteria imposed by the ACD prior to investing                                    |
| Class T     | GBP 2,000   | All investors not precluded by law or by the terms of the Prospectus in the CT Managed Bond Fund, the CT Managed Equity & Bond Fund and the CT Managed Equity Fund  |
| Class X     | GBP 3 million<br>EUR 5 million<br>USD 5 million     | Eligible Shareholders investing under a specific agreement.   |
| Class Z     | GBP 2,000<br>EUR 2,500<br>USD 3,000                 | All investors not precluded by law or by the terms of the Prospectus. At the discretion of the ACD, to eligible distributors that have entered into separate fee arrangements with their clients  |

The limits for minimum initial investment, minimum subsequent investment and minimum holding of shares may be waived at the discretion of the ACD. For further information and for information regarding the minimum subsequent investment and minimum holding of shares please refer to the Prospectus.

### Hedged Share Classes (HSCs)

HSCs use currency hedging transactions to try to reduce the exposure to the Reference Currency and replace it with an exposure to the hedged Currency. The terms Reference Currency, Portfolio Currency and Hedged Currency are defined as follows:

- "Reference Currency" or "Reference Currencies" means (according to the context) the primary investment currency of the share class against which the currency hedging transaction will be applied in order to reduce any exchange rate fluctuation with the Hedged Currency;
- "Portfolio Currency" or "Portfolio Currencies" means (according to the context) the currency or currencies in which the underlying assets of the fund are invested in line with the investment objectives applicable to the fund;
- "Hedged Currency" is the currency in which the Hedged Share Class is denominated.

These HSCs should not be confused with other share classes that may be denominated in other currencies but will not be hedged. For full details of the HSCs available, including details of the Reference Currency or Portfolio Currency of each fund for which HSCs are available, please refer to the latest version of the Prospectus.

### Income Equalisation

Since each Fund operates equalisation, the first allocation made after the acquisition of shares may include an amount of equalisation. This amount represents the ACD's best estimate of the income included in the price at which the shares were acquired (subject to grouping where appropriate) and represents a capital repayment for UK tax purposes which should be deducted from the cost of shares in arriving at any capital gain realised on their subsequent disposal.

### Performance

For the period under review, where applicable, fund performance has been compared to the relevant peer group. We show a peer group comparison as this more accurately reflects the way the fund is managed. We continue to show stock market indices for information purposes and for those funds where The Investment Association sector is not felt to be a representative peer group. Audited peer group information is only available from Morningstar's Fund Services at month end points.

### Investor Reports

Annual long-form reports and financial statements of the Company will be made available and published within four months of the close of each annual accounting period and half-yearly long report and financial statements will be published within two months of the close of each interim accounting period. These are available on our website [columbiathreadneedle.com/shortform](http://columbiathreadneedle.com/shortform) and from Threadneedle Investment Services Limited P.O. Box 10033, Chelmsford, Essex CM99 2AL. The annual accounting period for the Funds ends on 25 May and the interim reporting period ends on 25 November.

### Foreign Account Tax Compliance Act (FATCA)

Columbia Threadneedle Investments and its funds have registered with the US Internal Revenue Service in accordance with FATCA and other current related legislation. Columbia Threadneedle has put in place appropriate processes and procedures to maintain its compliance with the statutory requirements, including ensuring that Columbia Threadneedle obtain the required certification from its clients and investors as necessary to mitigate any requirement upon Columbia Threadneedle to withhold or report such clients under the legislation. This registration and compliance process will ensure that Columbia Threadneedle will not suffer withholding tax under FATCA.

## Important Information

(continued)

### Common reporting standard (CRS)

Columbia Threadneedle Investments and its funds have registered with the US Internal Revenue Service in accordance with FATCA and other current related legislation. Columbia Threadneedle has put in place appropriate processes and procedures to maintain its compliance with the statutory requirements, including ensuring that Columbia Threadneedle obtain the required certification from its clients and investors as necessary to mitigate any requirement upon Columbia Threadneedle to withhold or report such clients under the legislation. This registration and compliance process will ensure that Columbia Threadneedle will not suffer withholding tax under FATCA.

### Holdings in shares of other funds of the Company

None of the funds of the Company held shares in other funds of the Company (listed on the contents page on page 1) at the end of the period.

### AIFMD Remuneration Disclosures

This disclosure is made in respect of the Group's Remuneration Policy as it applies to Threadneedle Investment Services Limited ("the Manager") in respect of the Alternative Investment Fund Managers Directive ("AIFMD") and other applicable rules and guidance.

The Remuneration Policy applies to all of the Company's subsidiary entities, to which the AIFMD requirements apply, and was last approved by the Remuneration Committee in June 2022.

#### 1. The Remuneration Committee

The Remuneration Committee of the UK HoldCo ("the Committee") is a sub-committee of the UK HoldCo Board with the responsibility to establish the philosophy and objectives that will govern the Group's compensation and benefit programmes; review and approve compensation and benefit plans, policies, and practices; and oversee and approve the Group's remuneration. It has been determined to be independent of the day-to-day executive management of the Group, its Members being Directors of the Group who are nominated by Ameriprise Financial, the Group's parent company.

Current Committee Members are Mr Walter Berman and Mr William Turner. Meetings are normally held in January, March, June, September and December. The Global Head of Reward acts as Secretary to the Committee. The Committee may invite the attendance of any Group employee or functional expert from the parent company as deemed appropriate, to allow it to fulfil its responsibilities including ensuring remuneration is consistent with effective risk management and does not encourage excessive risk taking.

#### 2. Determining Incentive Remuneration Pools

The Manager made its annual Total Incentive Award decisions from separate pools covering the Real Estate business, Distribution unit, Investments business and Support functions, ultimately aggregated for governance and oversight at the EMEA regional level. Those pools are determined at the final discretion of the Remuneration Committee with reference to four un-weighted factors being a 'Top-Down' assessment of market practice, legal and regulatory requirements and any other internal or external contextual factors; a 'Bottom-Up' calculation based on business performance against Plan and Target Incentive level for the firm (see 'Pay for Performance' below); the overall financial and strategic performance of the Group; and the financial and strategic performance of Ameriprise Financial as the Group's parent company and shareholder. The Committee also receives ongoing reports through the year from the Risk function regarding risk assessments and any themes or areas of note related to risk control or risk-related behavioural concerns.

The Committee takes all of these factors into account in order to make a balanced decision on the Total Incentive pool for the year in question.

#### 3. Determining Individual Total Incentive Awards

Individual reward decisions are wholly discretionary, although strongly informed by the annual performance appraisal and by known market

remuneration levels for equivalent jobs as well as by the pool funding available. Risk and Compliance provide a critical input to final performance rating setting, ensuring that any risk and relevant behavioural concerns are reflected in performance appraisals and subsequently in remuneration recommendations. The Heads of Risk and Compliance also report directly to the final Remuneration Committee of the award process to ensure that the Committee receives a direct report on which to base its final risk adjustment decisions.

Base salaries are maintained at a market-competitive level in order to ensure that, if required, it is possible to award zero incentive.

### Pay for Performance

The bottom-up element of the incentive pool determination process measures team and wider business performance against key business targets for each area of the Group, including longer-term investment performance for the Investments and Real Estate divisions and a mix of gross and net sales for Distribution. Investment performance is assessed against each fund's benchmarks and its risk profile. All such assessments' impacts on the bottom-up calculation are capped so as not to incentivise managers to take excessive risk in order to deliver higher incentive pools. While the Group and parent company financial and strategic results are important factors in pool determination, the model is set up to ensure that delivery of the business' core goals, including delivering investment performance to its customers, is an explicit and significant driver in pool determination for those divisions.

Individual discretionary awards from the available funding, in context of market-competitive reward levels for the job in question, are driven strongly by each individual's ratings against Goals (objectives) and the Group's Values, each of which is separately rated on a 5-point scale to ensure the Values assessment is given due prominence. Goals focus on the key deliverables for the role that year, in particular on the delivery of investment performance for Investments employees and for the Real Estate division: all employees are also managed against a mandatory Risk Management Goal. Investment performance, where relevant to the role, is assessed against each fund's benchmark and its risk profile.

Ratings are consistency-checked across the business with the input of the Heads of Risk and Compliance to ensure balance and due reflection of risk management. For Sales, Real Estate and Investments incentives there is no pre-determined grid or formula driving awards, which are discretionary in order to be able to account for and reflect all relevant factors.

### Delivery of Total Incentives

Threadneedle believes that deferred awards for higher earners and risk-takers are a matter of good practice and an important part of aligning key staff's interests with the long-term interests of customers and shareholders. To that end, Total Incentive awards for all employees in the Group may be delivered partly in deferred awards through the Ameriprise Financial Long-Term Incentive Award ("LTIA") programme and, for Code Staff/Identified Staff and those in the Investments division, through a fund deferral programme.

Staff qualifying as Code Staff/ Identified employees and those of a comparable level of seniority are subject to a higher rate of deferral. 50% of the overall incentive award is delivered in fund-linked units subject to a holding period after delivery. The fund linked units are designed to reflect the performance of a cross section of products and asset classes within the region.

### 4. Identified Staff

The Manager defines its Code Staff/ Identified Staff in line with the definitions provided by SYSC 19B and associated guidance. Those Identified Staff are the senior management, risk takers, control functions and other employees whose total remuneration takes them in to the

## Important Information

(continued)

same bracket as senior management and risk takers, whose professional activities have a material impact on the risk profiles of the Manager or of the funds it manages. In practice, that includes the named Fund Managers of the Manager's funds.

### 5. Remuneration Payment Disclosure

The AIFM's performance periods for remuneration operate on a calendar year basis.

#### Key Risks of the Fund:

The following table below shows the key risks applying to each Fund. A definition of the key risks can be found overleaf.

| Funds/ Key risks                  | Investment | Investment in Funds | Currency | No Capital Guarantee | Issuer | Liquidity | Inflation | Interest Rate | Valuation | Investment in Derivatives | Derivatives for EPM / Hedging | Volatility | Property Valuation | Social Investment Criteria |
|-----------------------------------|------------|---------------------|----------|----------------------|--------|-----------|-----------|---------------|-----------|---------------------------|-------------------------------|------------|--------------------|----------------------------|
| CT Dynamic Real Return Fund       | X          | X                   | X        | X                    | X      |           | X         | X             | X         | X                         |                               | X          |                    |                            |
| CT Global Multi Asset Income Fund | X          | X                   | X        |                      | X      |           |           | X             | X         | X                         |                               | X          | X                  |                            |
| CT UK Social Bond Fund            | X          |                     |          |                      | X      | X         |           | X             |           |                           | X                             | X          |                    | X                          |
| CT Managed Equity Fund            | X          | X                   | X        |                      |        |           |           |               |           |                           | X                             | X          |                    |                            |
| CT Managed Equity Focused Fund    | X          | X                   | X        |                      | X      |           |           | X             |           |                           | X                             | X          |                    |                            |
| CT Managed Equity & Bond Fund     | X          | X                   | X        |                      | X      |           |           | X             |           |                           | X                             | X          |                    |                            |
| CT Managed Bond Focused Fund      | X          | X                   | X        |                      | X      |           |           | X             |           |                           | X                             | X          |                    |                            |
| CT Managed Bond Fund              | X          | X                   | X        |                      | X      |           |           | X             |           |                           | X                             | X          |                    |                            |
| CT Managed Equity Income Fund     | X          | X                   | X        |                      | X      |           |           | X             |           |                           | X                             | X          |                    |                            |

#### Description of the Key Risks:

##### Investment Risk:

The value of investments can fall as well as rise and investors might not get back the sum originally invested.

##### Investment in Funds Risk:

The Investment Policy allows the Fund to invest principally in units of other collective investment schemes. Investors should consider the investment policy and asset composition in the underlying Funds when assessing their portfolio exposure.

##### Currency Risk:

Where investments are in assets that are denominated in multiple currencies, or currencies other than your own, changes in exchange rates may affect the value of the investments.

##### No Capital Guarantee Risk:

Positive returns are not guaranteed and no form of capital protection applies.

##### Issuer Risk:

The Fund invests in securities whose value would be significantly affected if the issuer refused, was unable to or was perceived to be unable to pay.

##### Liquidity Risk:

The Fund holds assets which could prove difficult to sell. The Fund may have to lower the selling price, sell other investments or forego more appealing investment opportunities.

##### Inflation Risk:

The Fund targets returns in excess of inflation. In times of heightened inflation this may not be possible to achieve.

##### Interest Rate Risk:

Changes in interest rates are likely to affect the Fund's value. In general, as interest rates rise, the price of a fixed rate bond will fall, and vice versa.

Total Remuneration paid by the Manager to 18 AIFM Remuneration Code Staff Senior Managers in respect of its AIFM activities in the 2022 performance year was £0.69m, of which £0.24m was fixed and £0.45m was variable. Total Remuneration paid to other members of AIFM Remuneration Code Staff whose actions had a material impact on the risk profile of the AIFM in respect of AIFM activities was £0.91m, of which £0.39m was fixed and £0.52m was variable.

##### Valuation Risk:

The Fund's assets may sometimes be difficult to value objectively and the actual value may not be recognised until assets are sold.

##### Investment in Derivatives Risk:

The Investment Policy of the Fund allows it to invest materially in derivatives.

##### Derivatives for EPM / Hedging Risk:

The investment policy of the Fund allows it to invest in derivatives for the purposes of reducing risk or minimising the cost of transactions.

##### Volatility Risk:

The Fund may exhibit significant price volatility.

##### Property Valuation Risk:

The value of a property is a matter of a valuer's opinion and the true value may not be recognised until the property is sold. Should the Standing Independent Valuer express material uncertainty regarding the value of one or more immovables under management and that material uncertainty applies to 20% or more of the value of the Company, it may be necessary to temporarily suspend dealing.

Further risks applicable to the fund can be found in the Prospectus.

##### Social Investment Criteria Risk:

The Fund aims to invest in assets that are deemed to be supporting and funding socially beneficial activities and development and utilises a Social Assessment Methodology. This will affect the Fund's exposure to certain issuers, industries, sectors, and regions, and may impact the relative performance of the Fund positively or negatively, depending on whether such investments are in or out of favour. The concept of socially beneficial activities and development is subjective. It is therefore possible that an investment may not perform in a way that an investor considers to be a socially beneficial activity or development, even though it has been selected in accordance with the Social Assessment Methodology.

## Directory

### **The Company and Head Office:**

Columbia Threadneedle Opportunity Funds (UK) ICVC

### **Registered Office**

Cannon Place  
78 Cannon Street  
London EC4N 6AG

### **The Company Board**

Kirstene Baillie  
Rita Bajaj and a representative of the Authorised Corporate Director (ACD)

### **ACD and UK AIFMD**

Threadneedle Investment Services Limited  
Cannon Place  
78 Cannon Street  
London EC4N 6AG

### **Registrar**

Threadneedle Investment Services Limited  
Delegated to:  
SS&C Financial Services Europe Limited  
Authorised and regulated by the Financial Conduct Authority (FCA)  
St Nicholas Lane  
Basildon  
Essex SS15 5FS

### **Investment Manager**

Threadneedle Asset Management Limited  
Cannon Place  
78 Cannon Street  
London EC4N 6AG

### **Depositary**

Citibank UK Limited  
(Authorised by the Prudential Regulatory Authority (PRA)  
and regulated by the FCA and PRA)  
Citigroup Centre  
33 Canada Square  
Canary Wharf  
London E14 5LB

### **Legal Advisers**

Eversheds Sutherland (International) LLP  
One Wood Street  
London EC2V 7WS

### **Independent Auditor**

PricewaterhouseCoopers LLP  
Atria One  
144 Morrison Street  
Edinburgh EH3 8EX

### **ACD Client Services Details**

#### **UK Investors**

**Address:** Threadneedle Investment Services Limited  
PO Box 10033  
Chelmsford  
Essex CM99 2AL

**Telephone** (dealing & customer enquiries): 0800 953 0134\*

**Fax** (dealing): 0845 113 0274

**Email** (enquiries): [questions@service.columbiathreadneedle.co.uk](mailto:questions@service.columbiathreadneedle.co.uk)

\*Please note that calls and electronic communications may be recorded.

To find out more visit [columbiathreadneedle.com](https://columbiathreadneedle.com)

