SVS Kennox Strategic Value Fund

Annual Report

for the year ended 30 September 2023

Contents

SVS Kennox Strategic Value Fund

Report of the Authorised Corporate Director ('ACD')

Evelyn Partners Fund Solutions Limited, as ACD, presents herewith the Annual Report for SVS Kennox Strategic Value Fund for the year ended 30 September 2023.

SVS Kennox Strategic Value Fund ('the Company' or 'the Fund') is an authorised open-ended investment company with variable capital ('ICVC') further to an authorisation order dated 29 May 2008. The Company is incorporated under registration number IC000644. It is a UCITS scheme complying with the investment and borrowing powers rules in the Collective Investment Schemes sourcebook ('COLL'), as published by the Financial Conduct Authority ('FCA').

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

On 24 February 2022, Russian troops started invaded Ukraine. In response, multiple jurisdictions have imposed economic sanctions on Russia and Belarus. In addition, a growing number of public and private companies have announced voluntary actions to curtail business activities with Russia and Belarus. In particular, SVS Kennox Strategic Value Fund does not have direct exposure to the Russian and Belarusian markets.

The shareholders are not liable for the debts of the Company.

The Company has no Directors other than the ACD.

The Instrument of Incorporation can be inspected at the offices of the ACD.

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

Investment objective and policy

The Company aims to provide capital growth over 10 year periods.

The Company is actively managed and will invest at least 80% in a concentrated portfolio of global equities. The Company may invest anywhere in the world, in any industry or sector.

The concentrated portfolio of global equities will be made up of equities that may provide, in the Investment Manager's opinion, strategic value. These will be opportunities which have business franchises that are currently trading at a significant discount to the Investment Manager's appraisal of their fair value.

As part of its investment process, the Investment Manager integrates environmental, social and governance ('ESG') factors into its routine analysis to assess whether the companies in which it invests are managed and behave responsibly. The Investment Manager uses its own research as well as external ESG data from specialist providers to carry out this assessment. As a result, the Company will only invest in equities of companies which, in the Investment Manager's opinion, are aligned with the aim to make an overall positive contribution to society and/or the environment in alignment with the Investment Manager's ESG criteria. If the Investment Manager assesses that a company or an industry causes significant net harm to the environment and/or society, and in the Investment Manager's opinion will not contribute to or enable improvements to environmental or societal needs, they will not invest in those equities.

The Company may also hold up to 20% in cash.

To the extent that the Company is not fully invested in global equities and cash, it may also invest in other transferable securities, collective investment schemes, warrants, money markets instruments and deposits.

Report of the Authorised Corporate Director (continued)

Changes affecting the Company in the year

There were no fundamental or significant changes to the Company in the year.

Further information in relation to the Company is illustrated on page 42.

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes sourcebook, we hereby certify the Annual Report on behalf of the ACD, Evelyn Partners Fund Solutions Limited.

Brian McLean
Director
Evelyn Partners Fund Solutions Limited
30 January 2024

Statement of the Authorised Corporate Director's responsibilities

The Collective Investment Schemes sourcebook ('COLL') published by the FCA, requires the Authorised Corporate Director ('ACD') to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Company and of the net revenue and net capital gains on the property of the Company for the year.

In preparing the financial statements the ACD is responsible for:

- selecting suitable accounting policies and then applying them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for the Financial Statements of UK Authorised Funds ('the SORP') issued by The Investment Association in May 2014 and amended in June 2017;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error;
- taking reasonable steps for the prevention and detection of fraud and irregularities; and
- the maintenance and integrity of the Company's information on the ACD's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

COLL also requires the ACD to carry out an Assessment of Value on the Company and publish this assessment within the Annual Report.

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

Assessment of Value - SVS Kennox Strategic Value Fund

In line with the provisions contained within COLL 6.6.20R, the Board of Evelyn Partners Fund Solutions Limited ('EPFL') as Authorised Corporate Director ('ACD'), has carried out an Assessment of Value for SVS Kennox Strategic Value Fund ('the Fund'). Furthermore, the rules require that EPFL publishes these assessments.

A high-level summary of the outcome of EPFL's rigorous review of the Fund, at share class level, for the year ended 30 September 2023, using the seven criteria set by the FCA is set out below:

Criteria	Class A shares	Class I shares
1. Quality of Service		
2. Performance		
3. ACD Costs		
4. Economies of Scale		
5. Comparable Market Rates		
6. Comparable Services		
7. Classes of Shares		
Overall Rating		

EPFL has adopted a traffic light system to show how it rated the Fund:

On balance, the Board believes the Fund has delivered value to shareholders, with no material issues noted.

On balance, the Board believes the Fund has delivered value to shareholders, but may require some action.

On balance, the Board believes the Fund has not delivered value to shareholders and significant remedial action is now planned by the Board.

How EPFL assessed each of the seven criteria and the rating arrived at are discussed in greater detail on the following pages.

EPFL has created an Assessment of Value Committee ('AVC'), for the review, challenge and approval of all funds' Assessments of Value. Ultimately the assessments will be subject to scrutiny by the Board (which includes independent directors) to ensure the outcomes of the assessments are clear and fair, before final sign-off by the chair of the Board prior to communicating to investors if the Fund has delivered value, and if not, where improvements need to be made.

In carrying out the assessment, the EPFL AVC has separately considered, the following seven criteria stipulated by the FCA. The Committee may also have considered other issues where it was deemed appropriate.

EPFL believes the Assessment of Value can make it easier for investors to both evaluate whether the Fund is providing them with value for money and make more informed decisions when choosing investments.

The seven criteria are:

(1) Quality of service – the quality of every aspect of the service provided, including, for example, accounting, administration, customer services and communications;

(2) Performance – how the Fund performed, including whether it met targets and objectives, kept to relevant policy, followed relevant principles, kept to reasonable timescales;

(3) ACD costs – the fairness and value of the Fund's costs, including entry and exit fees, early redemption fees, administration charges;

(4) Economies of scale – how costs have been or can be reduced as a result of increased assets-under-management ('AUM'), and whether or not those savings have been passed on to investors;

(5) Comparable market rates – how the costs of the Fund compare with others in the marketplace;

(6) Comparable services – how the charges applied to the Fund compare with those of other funds administered by EPFL;

(7) Classes of shares – the appropriateness of the classes of shares in the Fund for investors.

Assessment of Value - SVS Kennox Strategic Value Fund (continued)

1. Quality of Service

What was assessed in this section?

Internal Factors

EPFL, as ACD, has overall responsibility for the Fund. The Board assessed, amongst other things: the day-to-day administration of the Fund; the maintenance of scheme documentation (such as prospectuses and key investor information documents ('KIIDs')); the pricing and valuation of shares; the calculation of income and distribution payments; the maintenance of accounting and other records; the preparation of annual audited and half-yearly Report & Accounts; the review of tax provisions and submission of tax computations to HMRC; the maintenance of the register of Shareholders; the dealing and settlement arrangements; and the quality of marketing material sent to shareholders. EPFL delegates the Investment Management of the Fund to a delegated Investment Management firm.

The Board reviewed information provided by EPFL's control functions on the adequacy of its internal services, including governance, operations and monitoring. Elements important to the investor experience such as the timely payment of settlement and distribution monies were also reviewed. Over the past year, EPFL has been audited by internal and external auditors, the Fund's Depositary and various EPFL delegated Investment Managers.

External Factors

The Board assessed the delegate's skills, processes and experience. Also considered were any results from service review meetings as well as the annual due diligence performed by EPFL on the delegated Investment Manager, Kennox Asset Management Limited ('Kennox'), where consideration was given to, amongst other things, the delegate's controls around the Fund's liquidity management.

The Board also considered the nature, extent and quality of administrative and shareholder services performed under separate agreements covering depositary services, custodians, as well as services provided with regard to both audit and legal functions.

What was the outcome of the assessment?

Internal Factors

The Board recognised that all distribution and settlement monies were paid in a timely manner and that there were no significant findings as a result of the various audits performed on EPFL during the year. In addition, EPFL has performed its own independent analysis, using automated systems, of the Fund's liquidity. The Board concluded that EPFL had carried out its duties diligently.

External Factors

The Board concluded that the nature, extent and quality of the services provided by the external parties have benefitted and should continue to benefit the Fund and its shareholders.

Were there any follow up actions?

There were no follow-up actions required.

2. Performance

What was assessed in this section?

The Board reviewed the performance of the Fund, after the deduction of all payments out of the scheme property as set out in the Prospectus. Performance, against its benchmark, was considered over appropriate timescales having regard to the Fund's investment objective, policy and strategy. The Board also considered whether an appropriate level of market risk had been taken.

Investment Objective

The Fund seeks to provide capital growth over 10-year periods.

Benchmark

As ACD, EPFL is required to explain in a fund's scheme documentation why a benchmark is being used or alternatively explain how investors should assess performance of a fund in the absence of a benchmark.

Assessment of Value - SVS Kennox Strategic Value Fund (continued)

2. Performance (continued)

Benchmark (continued)

The ACD selected the MSCI World Value Index (Gross) and the MSCI World Index (Gross), which are comparators. A ‘comparator’ benchmark is an index or similar factor against which an Investment Manager invites investors to compare a fund's performance. Details of how the Fund has performed against its comparator benchmarks over various timescales can be found below.

Cumulative Performance as at 31 August 2023 (%)

	Currency	1 year	3 year	5 year	10 year
MSCI World TR	GBP	6.16	34.62	53.01	196.39
MSCI World Value TR	GBP	1.23	41.67	32.34	130.10
SVS Kennox Strategic Value Fund A Acc	GBX	2.20	29.97	13.11	55.58
SVS Kennox Strategic Value Fund I Acc	GBX	2.06	28.87	11.73	52.23

Data provided by FE fundinfo. Care has been taken to ensure that the information is correct but FE fundinfo neither warrants, represents nor guarantees the contents of the information, nor does it accept any responsibility for errors, inaccuracies, omissions or any inconsistencies herein.
Performance is calculated net of fees. Past performance is not a guide to future performance.

What was the outcome of the assessment?

The Fund invests solely in equities, is unconstrained, with no geographic, sector or other restrictions and is highly concentrated.

When compared against peer funds, the Fund’s strategy is unique. The Fund has a strong focus on risk (i.e., lower volatility than global markets) and as a result its performance is expected to bear little resemblance to market returns.

The Board acknowledged that the Fund possesses certain characteristics that may prove attractive to shareholders, particularly in times of market stress, and although performance was largely behind the benchmarks across the periods under the review the Board were nevertheless encouraged by the performance in recent months. However, once consideration was given to the Fund’s longer-term performance of over both five and ten years it was the Board’s opinion that this section merited an Amber rating across both share classes.

The Board found that the Fund is investing in the asset classes permitted by the investment policy and that there have been no breaches of the policy in the last 12 months.

Were there any follow up actions?

Kennox remain committed to providing a distinctive portfolio that will deliver uncorrelated returns, and the Board will continue to monitor its performance.

3. ACD Costs

What was assessed in this section?

The Board reviewed each separate charge to ensure that they were reasonable and reflected the services provided. This included investment management fee, ACD's periodic charge, Depositary/Custodian fees and audit fees.

The charges should be transparent and understandable to the investor, with no hidden costs.

What was the outcome of the assessment?

The Board received and considered information about each of the Fund’s costs, and concluded that they were fair, reasonable and provided on a competitive basis.

The Board noted that the P share class, which was marked Amber during last year’s review, was closed with effect from 28 April 2023.

Were there any follow up actions?

There were no follow-up actions required.

Assessment of Value - SVS Kennox Strategic Value Fund (continued)

4. Economies of Scale

What was assessed in this section?

The Board reviewed each separate fee structure and the AUM of the Fund to examine the effect on the Fund to potential and existing investors should it increase or decrease in value.

What was the outcome of the assessment?

The ACD's periodic charge is tiered meaning there are opportunities for savings going forward should the Fund grow in size, however, the investment management fee is a fixed percentage charge meaning there are no opportunities for savings going forward should the Fund grow in size.

The ancillary charges of the Fund represent 7 basis points[1]. Some of these costs are fixed and as the Fund grows in size may result in a small reduction in the basis point cost of these services.

Were there any follow up actions?

There were no follow-up actions required.

5. Comparable Market Rates

What was assessed in this section?

The Board reviewed the ongoing charges figure ('OCF') of the Fund and how those charges affect its returns.

The OCF of the Fund was compared against the 'market rate' of similar external funds.

What was the outcome of the assessment?

The OCF of 1.02%[2] for the A class and 1.22% for the 'I' class were found to be more expensive than those of similar externally managed funds and as such an Amber rating was given for both share classes.

Note that EPFL has not charged an entry fee, exit fee or any other event-based fees on this Fund.

Were there any follow up actions?

There was no follow up action as the Board felt that there was nothing within the OCF that gave cause for concern.

6. Comparable Services

What was assessed in this section?

The Board compared the Fund's Investment Management fee with those of other funds administered by EPFL having regard to size, investment objectives and policies.

What was the outcome of the assessment?

The Fund invests exclusively in equities and as a result there were only a small number of other EPFL administered funds displaying similar characteristics and investment style. The Board noted however that the investment management fee was found to be more expensive than the peer group and as such an Amber rating was given for both share classes.

Were there any follow up actions?

There were no follow-up actions required as although the fee was found to be more expensive, it did not raise any specific concerns.

[1] One basis point is equal to 1/100th of 1%, or 0.01%. Figure calculated at interim report, 31 March 2023.

[2] Figure calculated at interim report, 31 March 2023.

Assessment of Value - SVS Kennox Strategic Value Fund (continued)

7. Classes of Shares

What was assessed in this section?

The Board reviewed the Fund's set-up to ensure that where there are multiple share classes, shareholders are in the correct share class given the size of their holding.

What was the outcome of the assessment?

Following the closure of the P share class on 28 April 2023 there are two share classes in the Fund. EPFL reviewed the register and can confirm that shareholders were in the correct share class.

Were there any follow up actions?

There were no follow-up actions required.

Overall Assessment of Value

The Board discussed the performance of the Fund in detail with Kennox and whilst noting that short-term performance has been good, longer-term returns are behind comparator benchmarks. At the same time the Board were mindful that it possessed certain characteristics (such as the Fund's strong focus on risk) that might appeal to investors seeking diversification strategies. The Board therefore took the view that the SVS Kennox Strategic Value Fund has been of value to shareholders.

Dean Buckley

Chairman of the Board of Evelyn Partners Fund Solutions Limited

11 January 2024

Consumer Feedback

On reviewing this Assessment of Value report, we would welcome invaluable feedback from investors via our short questionnaire which can be found online:

https://www.evelyn.com/services/fund-solutions/assessment-of-value/

Investors views are invaluable to the development and delivery of this report.

Should you be unable to access the questionnaire online please contact us directly on 0141 222 1151 and we will provide you with a paper copy of the questionnaire.

Report of the Depositary to the shareholders of SVS Kennox Strategic Value Fund

Depositary's responsibilities

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

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

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

The Depositary must ensure that:

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

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

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

(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 revenue in accordance with the Regulations and the Scheme documents of the Company, and

(ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

NatWest Trustee and Depositary Services Limited
30 January 2024

Independent Auditor's report to the shareholders of SVS Kennox Strategic Value Fund

Opinion

We have audited the financial statements of SVS Kennox Strategic Value Fund (the 'Company') for the year ended 30 September 2023 which comprise the Statement of Total Return, Statement of change in net assets attributable to shareholders, Balance Sheet, the related Notes to the Financial Statements, including significant accounting policies and the Distribution Table. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the financial position of the Company at 30 September 2023 and of the net revenue and the net capital gains on the property of the Company for the year then ended;
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Investment Association Statement of Recommended Practice for Authorised Funds, the rules of the Collective Investment Schemes sourcebook (COLL Rules) of the Financial Conduct Authority and the Instrument of Incorporation.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions Relating to Going Concern

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

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

Our responsibilities and the responsibilities of the Authorised Corporate Director with respect to going concern are described in the relevant sections of this report.

Other Information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The Authorised Corporate Director is responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on Other Matters Prescribed by the COLL Regulations

In our opinion, based on the work undertaken in the course of the audit:

- Proper accounting records for the Company have been kept and the accounts are in agreement with those records;
- We have received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit; and
- The information given in the Authorised Corporate Director's report for the year is consistent with the financial statements.

Independent Auditor's report to the shareholders of SVS Kennox Strategic Value Fund (continued)

Responsibilities of the Authorised Corporate Director

As explained more fully in the Statement of the Authorised Corporate Director's responsibilities set out on page 4, the Authorised Corporate Director is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and for such internal control as the Authorised Corporate Director determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

A further description of our responsibilities is available on the Financial Reporting Council's website at: http://www.frc.org.uk/auditorsresponsibilities.
This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud, is detailed below.

We assessed whether the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations by considering their experience, past performance and support available.

All engagement team members were briefed on relevant identified laws and regulations and potential fraud risks at the planning stage of the audit. Engagement team members were reminded to remain alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and the sector in which it operates, focusing on those provisions that had a direct effect on the determination of material amounts and disclosures in the financial statements. The most relevant frameworks we identified include:

- UK Generally Accepted Accounting Practice including Financial Reporting Standard 102 and the IA Statement of Recommended Practice for Authorised Funds;
- the Financial Conduct Authority's Collective Investment Schemes sourcebook; and
- the Company's Prospectus.

We gained an understanding of how the Company is complying with these laws and regulations by making enquiries of the Authorised Fund Manager. We corroborated these enquiries through our review of submitted returns, external inspections, relevant correspondence with regulatory bodies and the Company's breaches register.

We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur, by meeting with management to understand where it was considered there was susceptibility to fraud. This evaluation also considered how the Authorised Corporate Director was remunerated and whether this provided an incentive for fraudulent activity. We considered the overall control environment and how the Authorised Corporate Director oversees the implementation and operation of controls. In areas of the financial statements where the risks were considered to be higher, we performed procedures to address each identified risk. We identified a heightened fraud risk in relation to:

- management override of controls; and
- the completeness and classification of special dividends between revenue and capital.

Extent to which the audit was considered capable of detecting irregularities, including fraud (continued)

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

In addition to the above, the following procedures were performed to provide reasonable assurance that the financial statements were free of material fraud or error:

- Reviewing the level of and reasoning behind the Company's procurement of legal and professional services;
- Performing audit work procedures over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business, review of a pre sign-off Net Asset Valuation (NAV) statement for any unexpected activity and reviewing judgements made by the Authorised Corporate Director in its calculation of accounting estimates for potential management bias;
- Using a third-party independent data source to assess the completeness of the special dividend population and determining whether special dividends recognised were revenue or capital in nature with reference to the underlying circumstances of the investee companies' dividend payments;
- Assessing the Company's compliance with the key requirements of the Collective Investment Schemes Sourcebook, and its Prospectus;
- Completion of appropriate checklists and use of our experience to assess the Company's compliance with the IA Statement of Recommended Practice for Authorised Funds; and
- Agreement of the financial statement disclosures to supporting documentation.

Our audit procedures were designed to respond to the risk of material misstatements in the financial statements, recognising that 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 intentional concealment, forgery, collusion, omission or misrepresentation. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

Use of Our Report

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

Johnston Carmichael LLP
Chartered Accountants
Statutory Auditor
Bishop's Court
29 Albyn Place
Aberdeen AB10 1YL
30 January 2024

Accounting policies of SVS Kennox Strategic Value Fund

for the year ended 30 September 2023

a *Basis of accounting*

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments. They have been prepared in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ('FRS 102') and in accordance with the Statement of Recommended Practice for UK Authorised Funds ('the SORP') published by The Investment Association in May 2014 and amended in June 2017, and the requirements of the Collective Investment Schemes sourcebook ('COLL).

The ACD has considered a detailed assessment of the Fund's ability to meet its liabilities as they fall due, including liquidity, declines in global capital markets and investor redemption levels. Based on this assessment, the Fund continues to be open for trading and the ACD is satisfied the Fund has adequate financial resources to continue in operation for at least the next 12 months and accordingly it is appropriate to adopt the going concern basis in preparing the financial statements.

b *Valuation of investments*

The purchase and sale of investments are included up to close of business on the last business day of the accounting year.

Purchases and sales of investments are recognised when a legally binding and unconditional right to obtain, or an obligation to deliver an asset arises.

The quoted investments of the Fund have been valued at the global closing bid-market prices excluding any accrued interest in the case of debt securities ruling on the principal markets on which the stocks are quoted on the last business day of the accounting year.

c *Foreign exchange*

The base currency of the Fund is UK sterling which is taken to be the Fund's functional currency.

All transactions in foreign currencies are converted into sterling at the rates of exchange ruling at the dates of such transactions. The resulting exchange differences are disclosed in note 2 of the Notes to the financial statements.

Any foreign currency assets and liabilities at the end of the accounting period are translated at the exchange rate prevailing at the balance sheet date.

d *Revenue*

Revenue is recognised in the Statement of total return on the following basis:

Dividends from quoted equity instruments and non equity shares are recognised as revenue, net of attributable tax credits on the date when the securities are quoted ex-dividend.

Overseas dividends are recognised as revenue gross of any withholding tax and the tax consequences are recognised within the tax expense.

Special dividends are treated as either revenue or a repayment of capital depending on the facts of each particular case.

Interest on bank deposits and short term deposits is recognised on an accruals basis.

e *Expenses*

All expenses, other than those relating to the purchase and sale of investments, are charged to revenue on an accrual basis.

Bank interest paid is charged to revenue.

f *Allocation of revenue and expenses to multiple share types*

All revenue and expenses which are directly attributable to a particular share type are allocated to that class. All revenue and expenses which are attributable to the Fund are allocated to the Fund and are normally allocated across the share types pro rata to the net asset value of each class on a daily basis.

g *Taxation*

Tax payable on profits is recognised as an expense in the period in which profits arise. The tax effects of tax losses available to carry forward are recognised as an asset when it is probable that future taxable profits will be available, against which these losses can be utilised.

g *Taxation (continued)*

UK corporation tax is provided as amounts to be paid/recovered using the tax rates and laws that have been enacted at the balance sheet date.

Deferred taxation is provided in full on timing differences that result in an obligation at 30 September 2023 to pay more or less tax, at a future date, at rates expected to apply when they crystallise based on current rates and tax laws. Timing differences arise from the inclusion of items of income and expenditure in taxation computations in periods different from those in which they are included in the financial statements. Deferred tax assets and liabilities are not discounted.

Provision for deferred tax assets are only made to the extent the timing differences are expected to be of future benefit.

All foreign dividend revenue is recognised as a gross amount which includes any withholding tax deducted at source. Where foreign tax is withheld in excess of the applicable treaty rate a tax debtor is recognised to the extent that the overpayment is considered recoverable.

When a disposal of a holding in a non-reporting offshore fund is made, any gain is an offshore income gain and tax will be charged to capital. There may be instances where tax relief is due to revenue for the utilisation of excess management expenses.

h *Efficient Portfolio Management*

Where appropriate, certain permitted instruments such as derivatives or forward currency contracts may be used for Efficient Portfolio Management purposes. Where such instruments are used to protect or enhance revenue, the revenue or expenses derived therefrom are included in the Statement of total return as revenue related items and form part of the distribution. Where such instruments are used to protect or enhance capital, the gains and losses derived therefrom are included in the Statement of total return as capital related items.

i *Dilution levy*

The need to charge a dilution levy will depend on the volume of sales or redemptions. The ACD may charge a discretionary dilution levy on the sale and redemption of shares if, in its opinion, the existing shareholders (for sales) or remaining shareholders (for redemptions) might otherwise be adversely affected, and if charging a dilution levy is, so far as practicable, fair to all shareholders and potential shareholders. Please refer to the Prospectus for further information.

j *Distribution policies*

i *Basis of distribution*

The distribution policy is to distribute all available revenue after deduction of expenses payable from revenue. Distributions attributable to income shares are paid to shareholders. Distributions attributable to accumulation shares are re-invested in the Fund/relevant class on behalf of the shareholders.

ii *Unclaimed distributions*

Distributions to shareholders outstanding after 6 years are taken to the capital property of the Fund.

iii *Revenue*

All revenue is included in the final distribution with reference to policy d.

iv *Expenses*

Expenses incurred against the revenue of the Fund are included in the final distribution, subject to any expense which may be transferred to capital for the purpose of calculating the distribution, with reference to policy e.

v *Equalisation*

Group 2 shares are shares purchased on or after the previous XD date and before the current XD date. Equalisation applies only to group 2 shares. Equalisation is the average amount of revenue included in the purchase price of group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholders but must be deducted from the cost of shares for capital gains tax purposes. Equalisation per share is disclosed in the Distribution table.

Investment Manager's report

Investment performance*

The Fund returned 10.1%[1] over the twelve-month period. The Fund does not track a benchmark. Below, for comparative purposes only, are the respective performances of the MSCI World, and MSCI World Value indices over the period[2]. We would expect that Fund weightings (geographic, sector and market cap) may vary considerably from each of these comparators.

The period saw our energy holdings contributing over 4% to the Fund's performance. BP, Exxon Mobile and Shell were all up over 20%, and continue to trade at exceptional valuations. For instance, in the first and second quarters of 2023 when oil was trading in the low $70's, Shell was still able to generate a Free Cash Flow yield around 15%. If fossil fuels remain an integral part of the wider energy landscape for the foreseeable future (which is almost inevitable), Shell looks extraordinarily inexpensive.

Another significant contributor to performance was Tesco. Its share price increased by 34% and contributed +1.2% to performance. Rebounding from excessive pessimism and low valuations last summer, investors have returned to the share for its attractive positioning as a leader in the market, reinforced by its product offering focused on value and quality. As the cost-of-living hits consumers, Tesco is seeing growth in their "Finest" range as shoppers look to treat themselves at home rather than in restaurants, but also in their "Value" range as shoppers switch from premium retailers to Tesco.

There is a cluster of idiosyncratic, stock-pickers' stocks that are underappreciated and offering an uncorrelated return opportunity. Stella International Holdings, a leader in its niche, continues to yield c. 11%, covered by earnings and cash flow. Youngone Holdings continues to trade at a negative enterprise value, i.e. the cash on the balance sheet is higher than the market cap, and trades at under 5x trailing earnings, again for a strong niche player. Fukuda Denshi's share price has been strong of late but is still trading for less than 10x trailing earnings, available at book value, with about 1/3rd of the market cap in net cash on the balance sheet.

There are also several holdings that offer significant potential for future performance as burgeoning operations have outpaced share price increases. Take New Zealand's SKY Network Television ('SKY') as an example. The company has seen off their strongest competitor, the incumbent telecom Spark, which has withdrawn from sports streaming; SKY has locked in the bulk of both sport and entertainment content rights at reasonable prices; it has a balanced offering between satellite and streaming especially via their new delivery platform, "SKY Pod"; it has been able to raise its prices; the company even has a pot of net cash on the balance sheet (about 15% of the market cap), just in case. Yet the company trades at under 8x trailing earnings. The company has higher than normal investment plans for the next eighteen to twenty-four months, but as that falls away the company is confident that there will be sufficient cash flow to be able to double the dividend, from the current 6% yield to a mouth-watering 12%. It is impossible to know when the market will consider this to be important, but we are clear that opportunities such as this offer tremendous risk to reward: a leader in their field trading at very attractive valuations, with growth potential (especially in their cash flows), paying us good dividends while we wait.

The only sector to negatively impact performance was our gold miners (overall contribution of -0.1%), where a strengthening dollar, and increasing interest rates have weighed on the gold price. Gains in Newcrest Mining were more than offset by retreating share prices for Newmont, Agnico Eagle Mines and Pan American Silver.

Investment activities

The Fund is comprised of equities listed on stock exchanges worldwide and cash. At the end of September, cash represented 3% of the Fund and there were 31 holdings.

During the year, the Fund bought three new positions (Youngone Holdings, LG and ODP), and sold Haleon (shares received as Haleon was spun out of our holding in GSK – formerly GlaxoSmithKline). Yamana Gold was acquired during the period and as part of this transaction, the Fund received cash, as well as shares in both Agnico Eagle Mines and Pan American Silver. The Fund retains both these positions.

[1]Source: Bloomberg, A Class Accumulation share class based on 12pm bid prices as at 30 September 2023.

[2]12-month performance to 30 September 2023: MSCI World Index, +11.8% [source: Bloomberg]; MSCI World Value Index,+7.6% [source: Bloomberg].

*Source: Contribution data calculated by Morningstar; Individual company return data sourced from Bloomberg in sterling.

Investment strategy and outlook

Our strategy, as always, is to search out undervalued stocks and build a balanced portfolio in order to protect and to increase the buying power of our clients' capital over the long term.

Finding stocks that are differentiated from what has recently driven the markets enables performance independent of market direction. We diminish risk through selecting high quality stocks that have little or no net debt and are trading at rational multiples of their long-term earnings potential. The Fund is not reliant on bull or bear markets, nor on continuing economic growth.

At Kennox, we do not deviate from our well-defined buy/sell discipline which keeps our valuation metrics reasonably constant and at a significant discount to the market over time.

Kennox Asset Management Limited
6 October 2023

Summary of portfolio changes
for the year ended 30 September 2023

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

Purchases:	Cost £
LG	2,439,781
Youngone Holdings	2,066,461
ODP	1,893,379
Agnico Eagle Mines	1,553,064
Stella International Holdings	644,019
SKY Network Television	616,042
Tesco	507,429
Swisscom	505,989
Newmont	391,149
Fukuda Denshi	387,861
Singapore Telecommunications	375,684
Canon Marketing Japan	285,188
Equinor	261,800
Shell	256,281
Star Micronics	221,291
Koninklijke KPN	180,253
Newcrest Mining	178,110
Western Union	173,672
GlaxoSmithKline	167,945
Yue Yuen Industrial Holdings	125,978

Sales:	Proceeds £
Exxon Mobil	2,652,448
BP	1,512,088
Tesco	1,141,673
Swisscom	1,087,430
Newcrest Mining	788,038
Canon Marketing Japan	617,800
Koninklijke KPN	404,217
Haleon	367,448
Pan American Silver	272,378
Shell	204,239
Newmont	195,380
Equinor	188,114
Quadient	155,935
Singapore Telecommunications	111,402
Yamana Gold	72,942

Portfolio statement

as at 30 September 2023

Investment	Nominal value or holding	Market value £	% of total net assets
Equities 98.84% (98.20%)			
Equities - United Kingdom 31.84% (34.83%)			
Equities - incorporated in the United Kingdom 21.29% (23.21%)			
Energy 11.25% (12.56%)			
BP	482,220	2,562,517	3.86
Shell	188,400	4,909,704	7.39
		7,472,221	11.25
Consumer Discretionary 1.78% (2.18%)			
Dixons Carphone	2,442,179	1,182,015	1.78
Consumer Staples 2.83% (3.71%)			
Tesco	710,918	1,878,245	2.83
Health Care 2.63% (2.31%)			
GlaxoSmithKline	117,106	1,746,987	2.63
Financials 2.80% (2.45%)			
Admiral Group	78,274	1,860,573	2.80
Total equities - incorporated in the United Kingdom		14,140,041	21.29
Equities - incorporated outwith the United Kingdom 10.55% (11.62%)			
Consumer Discretionary 10.55% (11.62%)			
Fujikon Industrial Holdings	13,662,000	1,014,731	1.53
Stella International Holdings	3,640,000	2,989,162	4.50
Texwinca Holdings	12,448,000	1,393,355	2.10
Yue Yuen Industrial Holdings	1,708,500	1,608,555	2.42
Total equities - incorporated outwith the United Kingdom		7,005,803	10.55
Total equities - United Kingdom		21,145,844	31.84
Equities - Europe 17.87% (19.97%)			
Equities - France 5.97% (5.90%)			
Metropole Television	167,785	1,743,637	2.62
Quadient	134,320	2,225,461	3.35
Total equities - France		3,969,098	5.97
Equities - Netherlands 2.74% (3.06%)			
Koninklijke KPN	673,950	1,823,430	2.74
Equities - Norway 6.30% (7.58%)			
Equinor	154,904	4,188,171	6.30

Portfolio statement (continued)
as at 30 September 2023

Investment	Nominal value or holding	Market value £	% of total net assets
Equities (continued)			
Equities - Europe (continued)			
Equities - Switzerland 2.86% (3.43%)			
Swisscom	3,895	1,898,400	2.86
Total equities - Europe		11,879,099	17.87
Equities - North America 17.70% (19.32%)			
Equities - Canada 5.28% (4.94%)			
Agnico Eagle Mines	62,934	2,348,870	3.54
Pan American Silver	97,221	1,152,960	1.74
Total equities - Canada		3,501,830	5.28
Equities - United States 12.42% (14.38%)			
Exxon Mobil	15,700	1,512,824	2.28
Newmont	96,500	2,921,367	4.40
ODP	56,814	2,147,253	3.23
Western Union	154,100	1,664,035	2.51
Total equities - United States		8,245,479	12.42
Total equities - North America		11,747,309	17.70
Equities - Asia 25.81% (18.66%)			
Equities - Hong Kong 1.27% (1.43%)			
Tradelink Electronic Commerce	9,196,000	846,565	1.27
Equities - Japan 12.75% (12.24%)			
Canon Marketing Japan	120,750	2,569,648	3.87
Fukuda Denshi	88,700	2,644,394	3.98
Star Micronics	236,700	2,439,301	3.67
Taisho Pharmaceutical Holdings	24,300	821,578	1.23
Total equities - Japan		8,474,921	12.75
Equities - Singapore 4.27% (4.99%)			
Singapore Telecommunications	1,950,600	2,833,575	4.27
Equities - South Korea 7.52% (0.00%)			
LG	47,000	2,388,510	3.60
Youngone Holdings	54,000	2,606,542	3.92
Total equities - South Korea		4,995,052	7.52
Total equities - Asia		17,150,113	25.81
Equities - Oceania 5.62% (5.42%)			
Equities - Australia 2.34% (2.75%)			
Newcrest Mining	120,334	1,555,755	2.34

Portfolio statement (continued)
as at 30 September 2023

Investment	Nominal value or holding	Market value £	% of total net assets
Equities (continued)			
Equities - Oceania (continued)			
Equities - New Zealand 3.28% (2.67%)			
SKY Network Television	1,806,254	2,178,513	3.28
Total equities - Oceania		3,734,268	5.62
Total equities		65,656,633	98.84
Forward currency contracts 0.00% (0.00%)		-	-
Portfolio of investments		65,656,633	98.84
Other net assets		770,800	1.16
Total net assets		66,427,433	100.00

All investments are listed on recognised stock exchanges within the meaning of the FCA rules unless otherwise stated. Forward contracts are not listed on stock exchanges and are considered over-the-counter instruments.

The comparative figures in brackets are as at 30 September 2022.

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

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

Risk and reward profile

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

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

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

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

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

Comparative table

The following disclosures give a shareholder an indication of the performance of a share in the Fund. It also discloses the operating charges and direct transaction costs applied to each share. Operating charges are those charges incurred in operating the Fund and direct transaction costs are costs incurred when purchasing or selling securities in the portfolio of investments.

	Class P income			Class I income		
	2023	2022	2021	2023	2022	2021
	p	p	p	p	p	p
Change in net assets per share						
Opening net asset value per share	118.24	115.68	101.80	119.42	116.83	102.81
Return before operating charges	12.87	7.95	18.21	14.33	8.04	18.40
Operating charges	(1.10)	(1.89)	(1.72)	(1.55)	(1.54)	(1.40)
Return after operating charges *	11.77	6.06	16.49	12.78	6.50	17.00
Distributions^	(1.21)	(3.50)	(2.61)	(4.46)	(3.91)	(2.98)
Closing net asset value per share	128.80	118.24	115.68	127.74	119.42	116.83
* after direct transaction costs of:	0.03	0.16	0.06	0.04	0.16	0.06
Performance						
Return after charges	9.95%	5.24%	16.20%	10.70%	5.56%	16.54%
Other information						
Closing net asset value (£)	-	4,109,476	4,108,364	27,596,098	20,347,835	20,689,463
Closing number of shares	-	3,475,547	3,551,537	21,603,144	17,039,379	17,709,325
Operating charges^^	**1.52%	1.54%	1.53%	1.22%	1.24%	1.23%
Direct transaction costs	0.03%	0.13%	0.05%	0.03%	0.13%	0.05%
Published prices						
Highest share price (p)	132.3	132.3	118.9	133.7	133.7	120.2
Lowest share price (p)	117.1	111.5	98.72	118.3	112.7	99.72

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

On 28 April 2023 Class P income share type closed and all holdings converted to Class I income share type.

^ Rounded to 2 decimal places.

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

** Annualised based on the expenses incurred during the period 1 October 2022 to 28 April 2023.

Comparative table (continued)

	Class A income			Class P accumulation		
	2023	2022	2021	2023	2022	2021
	p	p	p	p	p	p
Change in net assets per share						
Opening net asset value per share	119.42	116.82	102.79	146.07	138.84	119.46
Return before operating charges	14.36	8.04	18.39	15.89	9.51	21.39
Operating charges	(1.30)	(1.28)	(1.16)	(1.36)	(2.28)	(2.01)
Return after operating charges*	13.06	6.76	17.23	14.53	7.23	19.38
Distributions^	(4.72)	(4.16)	(3.20)	(1.49)	(4.22)	(3.07)
Retained distributions on accumulation shares^	-	-	-	1.49	4.22	3.07
Closing net asset value per share	127.76	119.42	116.82	160.60	146.07	138.84
* after direct transaction costs of:	0.04	0.16	0.06	0.04	0.19	0.08
Performance						
Return after charges	10.94%	5.79%	16.76%	9.95%	5.21%	16.22%
Other information						
Closing net asset value (£)	25,733,117	21,276,995	24,625,325	-	899,164	675,316
Closing number of shares	20,142,162	17,816,669	21,080,021	-	615,553	486,396
Operating charges^^	1.02%	1.04%	1.03%	**1.52%	1.54%	1.53%
Direct transaction costs	0.03%	0.13%	0.05%	0.03%	0.13%	0.05%
Published prices						
Highest share price (p)	133.8	133.8	120.3	163.4	159.5	140.1
Lowest share price (p)	118.3	112.7	99.72	144.7	133.8	115.9

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

On 28 April 2023 Class P accumulation share type closed and all holdings converted to Class I accumulation share type.

^ Rounded to 2 decimal places.

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

** Annualised based on the expenses incurred during the period 1 October 2022 to 28 April 2023.

Comparative table (continued)

	Class I accumulation			Class A accumulation		
	2023	2022	2021	2023	2022	2021
	p	p	p	p	p	p
Change in net assets per share						
Opening net asset value per share	152.05	144.08	123.60	155.16	146.36	125.32
Return before operating charges	18.31	9.89	22.17	18.59	10.45	22.46
Operating charges	(2.00)	(1.92)	(1.69)	(1.68)	(1.65)	(1.42)
Return after operating charges *	16.31	7.97	20.48	16.91	8.80	21.04
Distributions^	(5.72)	(4.86)	(3.58)	(6.16)	(4.66)	(3.92)
Retained distributions on accumulation shares^	5.72	4.86	3.58	6.16	4.66	3.92
Closing net asset value per share	168.36	152.05	144.08	172.07	155.16	146.36
* after direct transaction costs of:	0.05	0.21	0.07	0.07	0.16	0.08
Performance						
Return after charges	10.73%	5.53%	16.57%	10.90%	6.01%	16.79%
Other information						
Closing net asset value (£)	12,869,709	11,644,431	6,011,856	228,509	1,216,980	7,628,058
Closing number of shares	7,643,956	7,658,436	4,172,516	132,797	784,356	5,211,981
Operating charges^^	1.22%	1.24%	1.23%	1.02%	1.04%	1.03%
Direct transaction costs	0.03%	0.13%	0.05%	0.03%	0.13%	0.05%
Published prices						
Highest share price (p)	170.4	165.9	145.4	174.2	169.2	147.7
Lowest share price (p)	150.6	139.0	119.9	153.7	141.6	121.6

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

^ Rounded to 2 decimal places.

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

Financial statements - SVS Kennox Strategic Value Fund

Statement of total return
for the year ended 30 September 2023

	Notes	2023		2022	
		£	£	£	£
Income:					
Net capital gains	2		4,111,359		22,095
Revenue	3	3,386,687		2,621,419	
Expenses	4	(771,077)		(663,466)	
Net revenue before taxation		2,615,610		1,957,953	
Taxation	5	(228,761)		(122,286)	
Net revenue after taxation			2,386,849		1,835,667
Total return before distributions			6,498,208		1,857,762
Distributions	6		(2,387,018)		(1,835,672)
Change in net assets attributable to shareholders from investment activities			4,111,190		22,090

Statement of change in net assets attributable to shareholders
for the year ended 30 September 2023

	2023		2022	
	£	£	£	£
Opening net assets attributable to shareholders		59,494,881		63,738,382
Amounts receivable on issue of shares	11,028,173		17,026,267	
Amounts payable on cancellation of shares	(8,670,387)		(21,692,738)	
		2,357,786		(4,666,471)
Change in net assets attributable to shareholders from investment activities		4,111,190		22,090
Retained distributions on accumulation shares		463,576		400,880
Closing net assets attributable to shareholders		66,427,433		59,494,881

Balance sheet
as at 30 September 2023

	Notes	2023	2022
		£	£
Assets:			
Fixed assets:			
Investments		65,656,633	58,422,210
Current assets:			
Debtors	7	386,278	384,429
Cash and bank balances	8	1,796,458	2,682,435
Total assets		67,839,369	61,489,074
Liabilities:			
Investment liabilities		-	(80)
Creditors:			
Distribution payable		(1,298,380)	(1,214,470)
Other creditors	9	(113,556)	(779,643)
Total liabilities		(1,411,936)	(1,994,193)
Net assets attributable to shareholders		66,427,433	59,494,881

Notes to the financial statements
for the year ended 30 September 2023

1. Accounting policies
   The accounting policies are disclosed on pages 14 and 15.

2. Net capital gains

	2023	2022
	£	£
Non-derivative securities - realised gains / (losses)	1,611,475	(3,525,580)
Non-derivative securities - movement in unrealised gains	2,435,474	3,511,793
Currency gains	14,597	3,058
Forward currency contracts gains	510	174
Capital special dividend	55,836	40,257
Transaction charges	(6,533)	(7,607)
Total net capital gains	4,111,359	22,095

3. Revenue

	2023	2022
	£	£
UK revenue	608,179	540,731
Overseas revenue	2,763,918	2,078,849
Bank and deposit interest	14,590	1,839
Total revenue	3,386,687	2,621,419

4. Expenses

	2023	2022
	£	£
Payable to the ACD and associates		
ACD's periodic charge*	101,663	88,906
Investment manager's fees*	624,557	537,171
	726,220	626,077
Payable to the Depositary		
Depositary fees	23,951	20,320
Other expenses:		
Audit fee	7,968	7,591
Non-executive directors' fees	2,102	935
Safe custody fees	6,874	5,143
Bank interest	14	194
FCA fee	447	188
KIID production fee	1,375	1,553
Listing fee	2,126	1,465
	20,906	17,069
Total expenses	771,077	663,466

For the year ended 30 September 2023, the annual management charge for each share type is as follows:

P income:	1.45%*
P accumulation:	1.45%*
I income:	1.15%
I accumulation:	1.15%
Class A income:	0.95%
Class A accumulation:	0.95%

*The P income and P accumulation closed during the year.

Notes to the financial statements (continued)
for the year ended 30 September 2023

5. Taxation

	2023	2022
	£	£
a. Analysis of the tax charge for the year		
Overseas tax withheld	228,761	122,286
Total taxation (note 5b)	228,761	122,286

b. Factors affecting the tax charge for the year

The tax assessed for the year is lower (2022: lower) than the standard rate of UK corporation tax for an authorised collective investment scheme of 20% (2022: 20%). The differences are explained below:

	2023	2022
	£	£
Net revenue before taxation	2,615,610	1,957,953
Corporation tax @ 20%	523,122	391,590
Effects of:		
UK revenue	(121,635)	(108,146)
Overseas revenue	(552,783)	(415,770)
Overseas tax withheld	228,761	122,286
Excess management expenses	151,296	132,326
Total taxation (note 5a)	228,761	122,286

c. Provision for deferred taxation

At the year end, a deferred tax asset has not been recognised in respect of timing differences relating to excess management expenses as there is insufficient evidence that the asset will be recovered. The amount of asset not recognised is £4,324,767 (2022: £4,173,471).

6. Distributions

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

	2023	2022
	£	£
Interim income distribution	601,747	261,847
Interim accumulation distribution	158,314	49,545
Final income distribution	1,298,380	1,214,470
Final accumulation distribution	305,262	351,335
	2,363,703	1,877,197
Equalisation:		
Amounts deducted on cancellation of shares	97,107	78,132
Amounts added on issue of shares	(73,648)	(119,680)
Net equalisation on conversions	(144)	23
Total net distributions	2,387,018	1,835,672
Reconciliation between net revenue and distributions:		
Net revenue after taxation per Statement of total return	2,386,849	1,835,667
Undistributed revenue brought forward	303	308
Undistributed revenue carried forward	(134)	(303)
Distributions	2,387,018	1,835,672

Details of the distribution per share are disclosed in the Distribution table.

Notes to the financial statements (continued)

for the year ended 30 September 2023

7. Debtors	2023	2022
	£	£
Amounts receivable on issue of shares	24,912	38,019
Accrued revenue	295,137	287,700
Recoverable overseas withholding tax	65,520	58,097
Prepaid expenses	709	613
Total debtors	386,278	384,429

8. Cash and bank balances	2023	2022
	£	£
Total cash and bank balances	1,796,458	2,682,435

9. Other creditors	2023	2022
	£	£
Amounts payable on cancellation of shares	39,534	60,532
Purchases awaiting settlement	-	646,115
Currency trades outstanding	-	1,344
Accrued expenses:		
Payable to the ACD and associates		
ACD's periodic charge	8,479	7,997
Investment manager's fees	51,281	49,188
	59,760	57,185
Other expenses:		
Depositary fees	2,004	1,865
Safe custody fees	641	963
Audit fee	7,968	7,591
Non-executive directors' fees	1,121	1,324
Listing fee	2,331	2,231
Transaction charges	197	493
	14,262	14,467
Total accrued expenses	74,022	71,652
Total other creditors	113,556	779,643

10. Commitments and contingent liabilities

At the balance sheet date there are no commitments or contingent liabilities.

11. Share types

The following reflects the change in shares in issue in the year:

	Class P income
Opening shares in issue	3,475,547
Total shares issued in the year	27,888
Total shares cancelled in the year	(69,626)
Total shares converted in the year	(3,433,809)
Closing shares in issue	-

Notes to the financial statements (continued)

for the year ended 30 September 2023

11. Share types (continued)

	Class P accumulation
Opening shares in issue	615,553
Total shares issued in the year	45,165
Total shares cancelled in the year	(100,310)
Total shares converted in the year	(560,408)
Closing shares in issue	-

	Class I income
Opening shares in issue	17,039,379
Total shares issued in the year	3,298,481
Total shares cancelled in the year	(2,133,943)
Total shares converted in the year	3,399,227
Closing shares in issue	21,603,144

	Class I accumulation
Opening shares in issue	7,658,436
Total shares issued in the year	1,525,959
Total shares cancelled in the year	(2,077,881)
Total shares converted in the year	537,442
Closing shares in issue	7,643,956

	Class A income
Opening shares in issue	17,816,669
Total shares issued in the year	3,341,038
Total shares cancelled in the year	(1,015,545)
Closing shares in issue	20,142,162

	Class A accumulation
Opening shares in issue	784,356
Total shares issued in the year	13,394
Total shares cancelled in the year	(664,953)
Closing shares in issue	132,797

Further information in respect of the return per share is disclosed in the Comparative table.

On the winding up of a Fund all the assets of the Fund will be realised and apportioned to the share classes in relation to the net asset value on the closure date. Shareholders will receive their respective share of the proceeds, net of liabilities and the expenses incurred in the termination in accordance with the FCA regulations. Each share class has the same rights on winding up.

12. Related party transactions

Evelyn Partners Fund Solutions Limited, as ACD is a related party due to its ability to act in respect of the operations of the Fund.

The ACD acts as principal in respect of all transactions of shares in the Fund. The aggregate monies received and paid through the creation and cancellation of shares are disclosed in the Statement of change in net assets attributable to shareholders of the Fund.

Amounts payable to the ACD and its associates are disclosed in note 4. The amount due to the ACD and its associates at the balance sheet date is disclosed in note 9.

13. Events after the balance sheet date

Subsequent to the year end, the net asset value per I income share has decreased from 127.7p to 127.1p, I accumulation share has decreased from 168.4p to 167.6p, Class A income share has decreased from 127.8p to 127.2p and Class A accumulation share has decreased from 172.1p to 171.4p as at 26 January 2024. This movement takes into account routine transactions but also reflects the market movements of recent months.

14. Transaction costs

a Direct transaction costs

Direct transaction costs include fees and commissions paid to agents, advisers, brokers and dealers; levies by regulatory agencies and security exchanges; and transfer taxes and duties.

Commission is a charge which is deducted from the proceeds of the sale of securities and added to the cost of the purchase of securities. This charge is a payment to agents, advisers, brokers and dealers in respect of their services in executing the trades.

Tax is payable on the purchase of securities in the United Kingdom. It may be the case that 'other taxes' will be charged on the purchase of securities in countries other than the United Kingdom.

The total purchases and sales and the related direct transaction costs incurred in these transactions are as follows:

	Purchases before transaction costs	Commission		Taxes		Financial transaction tax		Purchases after transaction costs
2023	£	£	%	£	%	£	%	£
Equities	13,871,531	10,193	0.07%	7,455	0.05%	-	-	13,889,179

	Purchases before transaction costs	Commission		Taxes		Financial transaction tax		Purchases after transaction costs
2022	£	£	%	£	%	£	%	£
Equities	18,618,978	12,446	0.07%	37,558	0.20%	1,001	0.01%	18,669,983

	Sales before transaction costs	Commission		Taxes		Financial transaction tax		Sales after transaction costs
2023	£	£	%	£	%	£	%	£
Equities	9,776,033	(4,420)	0.05%	(81)	0.00%	-	-	9,771,532

	Sales before transaction costs	Commission		Taxes		Financial transaction tax		Sales after transaction costs
2022	£	£	%	£	%	£	%	£
Equities	24,572,385	(14,630)	0.06%	(7,574)	0.03%	-	-	24,550,181

Capital events amount of £930,149 (2022: £nil) is excluded from the total sales as there were no direct transaction costs charged in these transactions.

14. Transaction costs (continued)

a Direct transaction costs (continued)

Summary of direct transaction costs

The following represents the total of each type of transaction cost, expressed as a percentage of the Fund's average net asset value in the year:

2023	£	% of average net asset value
Commission	14,613	0.02%
Taxes	7,536	0.01%

2022	£	% of average net asset value
Commission	27,076	0.05%
Taxes	45,132	0.08%
Financial transaction tax	1,001	0.00%

b Average portfolio dealing spread

The average portfolio dealing spread is calculated as the difference between the bid and offer value of the portfolio as a percentage of the offer value.

The average portfolio dealing spread of the investments at the balance sheet date was 0.49% (2022: 0.54%).

15. Risk management policies

In pursuing the Fund's investment objective, as set out in the Prospectus, the following are accepted by the ACD as being the main risks from the Fund's holding of financial instruments, either directly or indirectly through its underlying holdings. These are presented with the ACD's policy for managing these risks. To ensure these risks are consistently and effectively managed these are continually reviewed by the risk committee, a body appointed by the ACD, which sets the risk appetite and ensures continued compliance with the management of all known risks.

a Market risk

Market risk is the risk that the value of the Fund's financial instruments will fluctuate as a result of changes in market prices and comprise three elements: other price risk, currency risk, and interest rate risk.

(i) Other price risk

The Fund's exposure to price risk comprises mainly of movements in the value of investment positions in the face of price movements.

The element of the portfolio of investments which is exposed to this risk is equities which are disclosed in the Portfolio statement.

This risk is generally regarded as consisting of two elements: stock specific risk and market risk. Through these two factors, the Fund is exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objective and policy.

Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective of the Fund, spreading exposure in the portfolio of investments both globally and across sectors or geography can mitigate market risk.

At 30 September 2023, if the price of the investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders of the Fund would increase or decrease by approximately £3,282,832 (2022: £2,921,111).

Notes to the financial statements (continued)

for the year ended 30 September 2023

15. Risk management policies (continued)

a Market risk (continued)

(ii) Currency risk

Currency risk is the risk that the value of investments or future cash flows will fluctuate as a result of exchange rate movements. Investment in overseas securities or holdings of foreign currency cash will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates against sterling. These fluctuations can also affect the profitability of some UK companies, and thus their market prices, as sterling's relative strength or weakness can affect export prospects, the value of overseas earnings in sterling terms, and the prices of imports sold in the UK.

Forward currency contracts may be used to manage the portfolio exposure to currency movements.

The foreign currency risk profile of the Fund's financial instruments and cash holdings at the balance sheet date is as follows:

2023	Financial instruments and cash holdings	Net debtors and creditors	Total net foreign currency exposure
	£	£	£
Australian dollar	1,555,755	-	1,555,755
Canadian dollar	3,501,830	-	3,501,830
Euro	5,792,528	23,263	5,815,791
Hong Kong dollar	7,852,368	201,559	8,053,927
Japanese yen	8,474,921	36,685	8,511,606
Korean won	4,995,052	-	4,995,052
New Zealand dollar	2,178,513	-	2,178,513
Norwegian krone	4,188,171	42,257	4,230,428
Singapore dollar	2,833,575	-	2,833,575
Swiss franc	1,898,400	-	1,898,400
US dollar	8,270,711	-	8,270,711
Total foreign currency exposure	51,541,824	303,764	51,845,588

2022	Financial instruments and cash holdings	Net debtors and creditors	Total net foreign currency exposure
	£	£	£
Australian dollar	1,614,906	-	1,614,906
Canadian dollar	2,941,610	-	2,941,610
Euro	5,332,160	1,577	5,333,737
Hong Kong dollar	7,765,017	212,681	7,977,698
Japanese yen	7,283,420	27,210	7,310,630
New Zealand dollar	1,638,530	-	1,638,530
Norwegian krone	4,507,646	47,063	4,554,709
Singapore dollar	2,969,708	-	2,969,708
Swiss franc	2,039,170	-	2,039,170
US dollar	8,574,149	20,753	8,594,902
Total foreign currency exposure	44,666,316	309,284	44,975,600

15. Risk management policies (continued)

a Market risk (continued)

(ii) Currency risk (continued)

At 30 September 2023, if the value of sterling increased or decreased by 5% against all other currencies, with all other variables remaining constant, then the net assets attributable to shareholders of the Fund would increase or decrease by approximately £2,592,279 (2022: £2,249,862). Forward currency contracts are used to manage the portfolio exposure to currency movements.

(iii) Interest rate risk

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. During the year the Fund's direct exposure to interest rates consisted of cash and bank balances. The amount of revenue receivable from bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. In the event of a change in interest rates, there would be no material impact upon the net assets of the Fund. The Fund would not in normal market conditions hold significant cash balances and would have limited borrowing capabilities as stipulated in the COLL rules.

Derivative contracts are not used to hedge against the exposure to interest rate risk.

There is no exposure to interest bearing securities at the balance sheet date.

b Credit risk

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

The Depositary has appointed the custodian to provide custody services for the assets of the Fund. There is a counterparty risk that the custodian could cease to be in a position to provide custody services to the Fund. The Fund's investments (excluding cash) are ring fenced hence the risk is considered to be negligible.

The Fund holds cash and cash deposits with financial institutions which potentially exposes the Fund to counterparty risk. The credit rating of the financial institution is taken into account so as to minimise the risk to the Fund of default.

Holdings in collective investment schemes are subject to direct credit risk. The exposure to pooled investment vehicles is unrated.

c Liquidity risk

A significant risk is the cancellation of shares which investors may wish to sell and that securities may have to be sold in order to fund such cancellations if insufficient cash is held at the bank to meet this obligation. If there were significant requests for the redemption of shares at a time when a large proportion of the portfolio of investments were not easily tradable due to market volumes or market conditions, the ability to fund those redemptions would be impaired and it might be necessary to suspend dealings in shares in the Fund.

Investments in smaller companies at times may prove illiquid, as by their nature they tend to have relatively modest traded share capital. Shifts in investor sentiment, or the announcement of new price sensitive information, can provoke significant movement in share prices, and make dealing in any quantity difficult.

The Fund may also invest in securities that are not listed or traded on any stock exchange. In such situations the Fund may not be able to immediately sell such securities.

To reduce liquidity risk the ACD will ensure, in line with the limits stipulated within the COLL rules, a substantial portion of the Fund's assets consist of readily realisable securities. This is monitored on a monthly basis and reported to the Risk Committee together with historical outflows of the Fund.

In addition liquidity is subject to stress testing on an annual basis to assess the ability of the Fund to meet large redemptions, while still being able to adhere to its objective guidelines and the FCA investment borrowing regulations.

All of the financial liabilities are payable on demand.

15. Risk management policies (continued)

d Fair value of financial assets and financial liabilities

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

To ensure this, the fair value pricing committee is a body appointed by the ACD to analyse, review and vote on price adjustments/maintenance where no current secondary market exists and/or where there are potential liquidity issues that would affect the disposal of an asset. In addition, the committee may also consider adjustments to the Fund's price should the constituent investments be exposed to closed markets during general market volatility or instability.

Basis of valuation	Investment assets 2023 £	Investment liabilities 2023 £
Quoted prices	65,656,633	-
Observable market data	-	-
Unobservable data	-	-
	65,656,633	-

Basis of valuation	Investment assets 2022 £	Investment liabilities 2022 £
Quoted prices	58,422,210	-
Observable market data	-	-
Unobservable data	-	-
	58,422,210	-

No securities in the portfolio of investments are valued using valuation techniques.

e Assets subject to special arrangements arising from their illiquid nature

There are no assets held in the portfolio of investments which are subject to special arrangements arising from their illiquid nature.

f Derivatives

The Fund may employ derivatives with the aim of reducing the Fund's risk profile, reducing costs or generating additional capital or revenue, in accordance with Efficient Portfolio Management.

The ACD monitors that any exposure is covered globally to ensure adequate cover is available to meet the Fund's total exposure, taking into account the value of the underlying investments, any reasonably foreseeable market movement, counterparty risk, and the time available to liquidate any positions.

In the year there was direct exposure to derivatives, Forward currency contracts. On a daily basis, exposure is calculated in UK sterling using the commitment approach with netting applied where appropriate. The total global exposure figure is divided by the net asset value of the Fund to calculate the percentage global exposure. Global exposure is a risk mitigation technique that monitors the overall commitment to derivatives in the Fund at any given time and may not exceed 100% of the net asset value of the property of the Fund.

For certain derivative transactions cash margins may be required to be paid to the brokers with whom the trades were executed and settled. These balances are subject to daily reconciliations and are held by the broker in segregated cash accounts that are afforded client money protection.

Notes to the financial statements (continued)

for the year ended 30 September 2023

15. Risk management policies (continued)

f Derivatives (continued)

(i) Counterparties

Transactions in securities give rise to exposure to the risk that the counterparties may not be able to fulfil their responsibility by completing their side of the transaction. This risk is mitigated by the Fund using a range of brokers for security transactions, thereby diversifying the risk of exposure to any one broker. In addition the Fund will only transact with brokers who are subject to frequent reviews with whom transaction limits are set.

The Fund may transact in derivative contracts which potentially exposes the Fund to counterparty risk from the counterparty not settling their side of the contract. Transactions involving derivatives are entered into only with investment banks and brokers with appropriate and approved credit rating, which are regularly monitored. Forward currency transactions are only undertaken with the custodians appointed by the Depositary.

At the balance sheet date, there are no securities in the portfolio of investments subject to a repurchase agreement.

(ii) Leverage

The leverage is calculated as the sum of the net asset value and the incremental exposure generated through the use of derivatives (calculated in accordance with the commitment approach) divided by the net asset value.

There have been no leveraging arrangements in the year.

(iii) Global exposure

Global exposure is a measure designed to limit the leverage generated by a fund through the use of financial derivative instruments, including derivatives with embedded assets.

At the balance sheet date there is no global exposure to derivatives.

There have been no collateral arrangements in the year.

Distribution table

for the year ended 30 September 2023

Distributions on Class P income in pence per share

Payment date	Share type	Distribution type	Net revenue	Equalisation	Distribution current year	Distribution prior year
31.05.23	group 1	interim	1.208	-	1.208	0.599
31.05.23	group 2	interim	0.874	0.334	1.208	0.599
30.11.23	group 1	final	-	-	-	2.901
30.11.23	group 2	final	-	-	-	2.901

Distributions on Class I income in pence per share

Payment date	Share type	Distribution type	Net revenue	Equalisation	Distribution current year	Distribution prior year
31.05.23	group 1	interim	1.413	-	1.413	0.783
31.05.23	group 2	interim	0.792	0.621	1.413	0.783
30.11.23	group 1	final	3.048	-	3.048	3.127
30.11.23	group 2	final	2.758	0.290	3.048	3.127

Distributions on Class A income in pence per share

Payment date	Share type	Distribution type	Net revenue	Equalisation	Distribution current year	Distribution prior year
31.05.23	group 1	interim	1.539	-	1.539	0.900
31.05.23	group 2	interim	0.650	0.889	1.539	0.900
30.11.23	group 1	final	3.177	-	3.177	3.260
30.11.23	group 2	final	1.764	1.413	3.177	3.260

Equalisation

Equalisation applies only to group 2 shares. It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholder but must be deducted from the cost of shares for capital gains tax purposes.

Interim distributions:

Group 1	Shares purchased before 1 October 2022
Group 2	Shares purchased 1 October 2022 to 31 March 2023

Final distributions:

Group 1	Shares purchased before 1 April 2023
Group 2	Shares purchased 1 April 2023 to 30 September 2023

Distribution table (continued)

for the year ended 30 September 2023

Distributions on Class P accumulation in pence per share

Allocation date	Share type	Distribution type	Net revenue	Equalisation	Distribution current year	Distribution prior year
31.05.23	group 1	interim	1.492	-	1.492	0.718
31.05.23	group 2	interim	0.736	0.756	1.492	0.718
30.11.23	group 1	final	-	-	-	3.501
30.11.23	group 2	final	-	-	-	3.501

Distributions on Class I accumulation in pence per share

Allocation date	Share type	Distribution type	Net revenue	Equalisation	Distribution current year	Distribution prior year
31.05.23	group 1	interim	1.799	-	1.799	0.972
31.05.23	group 2	interim	0.917	0.882	1.799	0.972
30.11.23	group 1	final	3.921	-	3.921	3.884
30.11.23	group 2	final	2.005	1.916	3.921	3.884

Distributions on Class A accumulation in pence per share

Allocation date	Share type	Distribution type	Net revenue	Equalisation	Distribution current year	Distribution prior year
31.05.23	group 1	interim	1.983	-	1.983	0.542
31.05.23	group 2	interim	1.485	0.498	1.983	0.542
30.11.23	group 1	final	4.174	-	4.174	4.122
30.11.23	group 2	final	2.515	1.659	4.174	4.122

Equalisation

Equalisation applies only to group 2 shares. It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to holders of these shares as a return of capital. Being capital it is not liable to income tax in the hands of the shareholder but must be deducted from the cost of shares for capital gains tax purposes.

Accumulation distributions

Holders of accumulation shares should add the distributions received thereon to the cost of the shares for capital gains tax purposes.

Interim distributions:

Group 1	Shares purchased before 1 October 2022
Group 2	Shares purchased 1 October 2022 to 31 March 2023

Final distributions:

Group 1	Shares purchased before 1 April 2023
Group 2	Shares purchased 1 April 2023 to 30 September 2023

Remuneration

Remuneration code disclosure

The remuneration committee is responsible for setting remuneration policy for all partners, directors and employees within Evelyn Partners Group Limited including individuals designated as Material Risk Takers (MRTs) under the Remuneration Code. The remuneration policy is designed to be compliant with the Code and provides a framework to attract, retain, motivate and reward partners, directors and employees. The overall policy is designed to promote the long-term success of the group and to support prudent risk management, with particular attention to conduct risk.

Remuneration committee

The remuneration committee report contained in the Evelyn Partners Group Limited Report and Financial Statements for the year ended 31 December 2022 includes details on the remuneration policy. The remuneration committee comprises four non-executive directors[1] and is governed by formal terms of reference, which are reviewed and agreed by the board. The committee met ten times during 2022.

Remuneration policy

The main principles of the remuneration policy are:

- to align remuneration with the strategy and performance of the business
- to ensure that remuneration is set at an appropriate and competitive level taking into account market rates and practices
- to foster and support conduct and behaviours which are in line with our culture and values
- to maintain a sound risk management framework
- to ensure that the ratio between fixed and variable remuneration is appropriate and does not encourage excessive risk taking
- to comply with all relevant regulatory requirements
- to align incentive plans with the business strategy and shareholder interests.

The policy is designed to reward partners, directors and employees for delivery of both financial and non-financial objectives which are set in line with company strategy. As part of a "balanced scorecard" approach to variable remuneration non-financial criteria including, but not limited to, compliance and risk issues, client management, supervision, leadership and teamwork are considered alongside financial performance.

Remuneration systems

The committee reviews all partners' and directors' fixed and variable remuneration. In addition, it approves hurdles and awards in respect of equity incentive plans, namely a deferred option plan, Equity Matching Plan, Matching Share Plan, Executive Long Term Incentive Plan and an Investment Management Long Term Incentive Plan.

The remuneration of partners is made up of a fixed profit share, discretionary bonus profit share and non-discretionary bonus profit share. The remuneration of employees typically comprises of a salary with benefits including pension contribution, life assurance, permanent health insurance, private medical insurance, SAYE scheme and a discretionary bonus scheme. Partners, directors and associate directors are also eligible to participate, at the invitation of the committee, in the equity incentive plans described above.

When setting variable remuneration for the executive directors, the committee considers overall business profit for the group and divisions, achievement of both financial and non-financial objectives (including adherence to the principles of treating customers fairly, conduct risk, compliance and regulatory rules), personal performance and any other relevant policy of the board. The committee agrees the individual allocation of variable remuneration and the proportion of that variable remuneration to be awarded as restricted shares.

[1] Please note that the data provided for the independent non-executive directors is as at 31 December 2022. The data provided is for independent non-executive directors only.

Remuneration (continued)

Aggregate quantitative information

The total amount of remuneration paid by Evelyn Partners Fund Solutions Limited ('EPFL') is nil as EPFL has no employees. However, a number of employees have remuneration costs recharged to EPFL and the annualised remuneration for these 61 employees is £2.9million of which £2.7 million is fixed remuneration. This is based on the annualised salary and benefits for those identified as working in EPFL as at 31 December 2022. Any variable remuneration is awarded for the year ended 31 December 2022. This information excludes any senior management or other Material Risk Takers ('MRTs') whose remuneration information is detailed below.

Evelyn Partners Group Limited reviews its MRTs at least annually. These individuals are employed by and provide services to other companies in the Evelyn Partners Group. It is difficult to apportion remuneration for these individuals in respect of their duties to EPFL. For this reason, the aggregate total remuneration awarded for the year 31 December 2022 for senior management and other MRTs detailed below has not been apportioned.

Table to show the aggregate remuneration split by Senior Management and other MRTs for EPFL	For the period 1 January 2022 to 31 December 2022				
		Variable			
	Fixed	Cash	Equity	Total	No. MRTs
	£'000	£'000	£'000	£'000	
Senior Management	3,505	1,202	-	4,707	18
Other MRTs	592	465	144	1,201	5
Total	4,097	1,667	144	5,908	23

Investment Manager

The ACD has appointed Kennox Asset Management Limited to provide investment management and related advisory services to the ACD. Kennox Asset Management Limited is paid a monthly fee out of the scheme property of SVS Kennox Strategic Value Fund which is calculated on the total value of the portfolio of investments at the month end. Kennox Asset Management Limited are compliant with the Capital Requirements Directive regarding remuneration and therefore Kennox Asset Management Limited staff are covered by remuneration regulatory requirements.

Further information

Distributions and reporting dates

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

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

Buying and selling shares

The property of the Fund is valued at 12 noon every business day, with the exception of any bank holiday in England and Wales or the last business day prior to those days annually, where the valuation may be carried out at a time agreed in advance between the ACD and the Depositary, and prices of shares are calculated as at that time. Share dealing is on a forward basis i.e. investors can buy and sell shares at the next valuation point following receipt of the order.

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

Comparators

The ACD has selected the MSCI World Value Index and the MSCI World Index as comparators against which shareholders may compare the performance of the Company as it believes these best reflect the Company's asset allocation.

The indices/sectors are not targets for the Company, nor is the Company constrained by the indices/sectors.

Appointments

ACD and Registered office
St Vincent St Fund Administration (trading name of Evelyn Partners Fund Solutions Limited)
45 Gresham Street
London EC2V 7BG
Telephone 0207 131 4000
Authorised and regulated by the Financial Conduct Authority

Administrator and Registrar
St Vincent St Fund Administration (trading name of Evelyn Partners Fund Solutions Limited)
177 Bothwell Street
Glasgow G2 7ER
Telephone 0141 222 1151 (Registration)
0141 222 1150 (Dealing)
Authorised and regulated by the Financial Conduct Authority

Directors of the ACD
Brian McLean
Andrew Baddeley
Mayank Prakash
Neil Coxhead

Independent Non-Executive Directors of the ACD
Dean Buckley
Linda Robinson
Victoria Muir
Sally Macdonald

Non-Executive Directors of the ACD
Paul Wyse - resigned 11 July 2023
Guy Swarbreck - appointed 21 August 2023

Investment Manager
Kennox Asset Management Limited
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Authorised and regulated by the Financial Conduct Authority

Depositary
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Authorised and regulated by the Financial Conduct Authority

Auditor
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