

# AVIVA INVESTORS SELECT FUNDS ICVC

## Interim Report and Financial Statements

For the six months ended 28 August 2023 (unaudited)



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\* These items (as well as each sub-fund's Investment Objective, Investment Policy, Fund Manager's Report, Portfolio Statement and Material Portfolio Changes) comprise the Authorised Corporate Director's Report for the purposes of the rules contained in the Collective Investment Schemes Sourcebook ("the Regulations").

## COMPANY INFORMATION

### AUTHORISED CORPORATE DIRECTOR

Aviva Investors UK Fund Services Limited  
St Helen's  
1 Undershaft  
London, EC3P 3DQ

Aviva Investors UK Fund Services Limited (the ACD) is a wholly owned subsidiary of Aviva Investors Holdings Limited, a company incorporated in the United Kingdom and within the Aviva Group of Companies. The ACD is a member of the Investment Association and is authorised and regulated by the Financial Conduct Authority.

### DIRECTORS

J Adamson  
M Bell  
A Coates  
M Craston  
B Fowler  
J Lowe (Appointed 28 August 2023)  
K McClellan  
M White  
S Winstanley

### REGISTRAR AND ADMINISTRATOR

SS&C Financial Services Europe Limited  
SS&C House  
St Nicholas Lane  
Basildon  
Essex, SS15 5FS

### FUND ACCOUNTING AND PRICING AGENT

J.P. Morgan Chase Bank, National Association (London Branch)  
25 Bank Street  
Canary Wharf  
London, E14 5JP

### INVESTMENT MANAGER

River Road Asset Management LLC  
462 South Fourth Street  
Louisville KY 40202 USA

The ultimate parent company of River Road Asset Management LLC is Affiliated Managers Group.

### DEPOSITARY

J.P. Morgan Europe Limited  
25 Bank Street  
Canary Wharf  
London, E14 5JP

J.P. Morgan Europe Limited is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

### INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP  
7 More London Riverside  
London, SE1 2RT

PricewaterhouseCoopers LLP have been reappointed as auditors of the Company.

## REPORT OF THE AUTHORISED CORPORATE DIRECTOR

### THE COMPANY

Aviva Investors Select Funds ICVC ("the Company") is an Open-Ended Investment Company (OEIC) with variable capital incorporated in England and Wales since 18 August 2004. The property of the Company is entrusted to J.P. Morgan Europe Limited ("the Depository"). The shareholders are not liable for any debts of the Company.

The object of the Company is to invest the scheme property in transferable securities, money market instruments, deposits, units in collective investment schemes, derivative instruments and forward transactions, in accordance with the FCA Rules applicable to the Company and each Fund according to the type of authorisation of the Company as stated in the Instrument of Incorporation with the aim of spreading investment risk and giving its shareholders the benefit of the results of the management of the property.

The Company has an umbrella structure which means that it contains a number of sub-funds ("Funds"), each with a different investment objective. In the financial statements you will find an investment review for the two Funds in the Aviva Investors Select Funds ICVC that are available for investment which includes details of the investment objectives.

### AUTHORISED STATUS

From 18 August 2004 the Company was authorised as an Open-Ended Investment Company under Regulation 9 of the Open-Ended Investment Companies Regulations 1996 (superseded by Regulation 12 of the Open-Ended Investment Companies Regulations 2001) ("Regulations").

The Company is authorised to operate as a "UCITS Scheme" for the purposes of the COLL sourcebook and as an "umbrella" company for the purposes of the OEIC Regulations.

### THE FINANCIAL STATEMENTS

We are pleased to present the interim financial statements of the Company for the six months ended 28 August 2023. As required by the Regulations, information for each of the Funds has been included in these financial statements. On the following pages we review the performance of each of those Funds during this period. We hope that you find our review useful and informative.

### ANNUAL GENERAL MEETINGS

The Company will not be holding any Annual General Meetings.

### SIGNIFICANT INFORMATION

#### **Changes to the Prospectus**

On 23 June 2023, we updated the Prospectus of the Aviva Investors Select Funds ICVC to relax the eligibility criteria for certain share classes of certain sub-funds of the Scheme and make certain other related changes.

## STATEMENT OF CROSS HOLDINGS

There are no cross holdings as at 28 August 2023.

## AVIVA INVESTORS US EQUITY INCOME FUND

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment by providing combined income and capital growth greater than that of the Russell® 3000 Value Index over any given 5 year period, by investing in shares of companies listed on North American stock exchanges.

Within this combined aim, the Fund seeks to deliver an income of at least 125% of the income of the Russell® 3000 Value Index over any given 12-month period.

Both the income and combined return aims are measured before the deduction of Fund charges and tax.

### INVESTMENT POLICY

#### Core investment

Typically, at least 80% of the Fund will be invested in shares of companies listed on North American stock exchanges.

#### Other investments

The Fund may also invest in other shares, other funds, cash and deposits.

#### Strategy

The Fund is actively managed, and the Investment Manager will look to identify quality companies, which engage strongly with their shareholders, and which the Investment Manager believes will pay a high and growing dividend.

The process for making these decisions will entail careful analysis of each company's business model, balance sheet, dividend prospects and valuation, with a view to discovering undervalued companies that demonstrate characteristics which would allow them to generate sustainable future growth. The investment philosophy, known as "Absolute Value®", supports high conviction investment, typically in companies with a minimum market capitalisation (total market value of a company's outstanding shares) of \$300m at the time of investment. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on the Aviva Investors UK Responsible Investment policy is available on our website and in the Prospectus.

#### Performance & Risk Measurement

The Fund's combined growth and income targets are measured against the Russell® 3000 Value Index (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and will also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency of the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index is a subset of the Russell® 3000 Index, which contains a range of US companies with an average market capitalisation value of around \$1.5 billion. The companies included in the "value" index are selected based on a "probability" of each company's value increasing in the future.

The Index has been selected as a benchmark for the performance targets and risk measurement as the Fund's portfolio will be constructed by investing in companies which demonstrate similar value characteristics, and it is therefore an appropriate basis for the Fund's income and capital performance aims.

### FUND MANAGER'S REPORT

#### Performance

Over the six months ended 28 August 2023 the Fund (share class 1, net of fees) returned of -6.25%. The Fund's benchmark, the Russell® 3000 Value Index, returned -0.67% over the same period.

The tracking error at the period end was 3.82%.

#### Review

Q1 served as a reminder of the adage: the Federal Reserve will raise rates "until something breaks." Indeed, the first cracks began to appear in Q1, highlighting the unpleasant conundrum in which policymakers now find themselves. The main stressor was the collapse of Silicon Valley Bank (SVB), the first U.S. bank run of the 'digital era' and the largest such failure since Washington Mutual was crushed by subprime mortgage losses in 2008. Policymakers promptly responded by backstopping all deposits at SVB to prevent a tsunami of withdrawals from smaller banks. Then just a few days later, they raised short-term interest rates, further exacerbating the underlying problem – a classic case of simultaneously slamming on both the brakes and the gas! Subsequent reports suggest that despite the new protection, the flow of deposits out of banks and into much higher yielding money markets remained elevated.

After three of the largest bank failures in U.S. history in Q1, Fed officials elected to take advantage of reports of slowing inflation to pause their relentless monetary tightening. By all reports, officials believed that the aggressive action taken in the previous five quarters was working as expected and that a more measured approach was warranted as the effects of the tightening steadily accumulated. Perhaps missing that Fed officials projected further interest rate increases and an economic slowdown in 2023, investors jumped on the A.I. bandwagon and piled back into risk, driving every major asset class but commodities higher. As longer-term rates were bid lower, Ned Davis Research reported that 91% of the U.S. Treasuries yield curve is now inverted, the highest level since 2000.

Dividend-focused investors faced a strong headwind in the period, as the Russell 3000 Value constituents that do not pay a dividend and those with low yields (<2%) dominated.

For the trailing six-month period, sector allocation was positive, while stock selection was negative.

The largest positive drivers of relative return were the overweight in Information Technology (+60 bps) and stock selection in Energy (+27 bps).

The holdings with the highest contribution to active return were Oracle Corp. (ORCL: +35%, +137 bps), Vistra Corp. (VST: +38%, +88 bps), and Comcast Corp. (CI A) (CMCSA: +25%, +72 bps).

The largest negative drivers of relative return were stock selection in Financials (-206 bps) and in Health Care (-107 bps).

The holdings with the lowest contribution to active return were AES Corp. (AES: -26%, -126 bps), Truist Financial Corp. (TFC: -36%, -100 bps), and U.S. Bancorp (USB: -22%, -79 bps).

As of August 28, the portfolio held a total of 50 positions. During the period, we established 7 new positions and eliminated 6 positions.

## AVIVA INVESTORS US EQUITY INCOME FUND (CONTINUED)

## FUND MANAGER'S REPORT (CONTINUED)

## Review (continued)

The decision of the Fed to slow interest rate increases, prompted by moderating inflation and a series of major bank failures, brought optimism to U.S. equity markets. However, the labor market in the U.S. remains persistently tight, and inflation stubbornly persists above the Fed's 2% target. This suggests that further efforts are needed to achieve the desired level of tightening. While some concerns mount regarding weakening U.S. consumer strength, overall confidence remains high. On the other hand, CEO confidence surveys paint a less optimistic picture and bankers are rapidly tightening lending standards as concerns of a recession loom. Although this year witnessed a resurgence of strong momentum in a small group of 'growth' stocks, particularly those associated with artificial intelligence, we believe that slower global economic growth, higher interest rates, war, and a general decline in trust will drive sustained outperformance for both value and dividend-focused portfolios in the long term. However, as we have noted in the past, the journey towards this outcome will likely prove bumpy.

September 2023

\* The following mark is owned, and federally registered in the United States, by River Road Asset Management, LLC: ABSOLUTE VALUER (U.S. Registration No. 4,753,652).

\* Russell Investment Group is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Russell Investment Group.

The Aviva Investors US Equity Income Fund is not promoted, sponsored or endorsed by, nor in any way affiliated with Russell Investments ("Russell"). Russell is not responsible for and has not reviewed the Aviva Investors US Equity Income Fund nor any associated literature or publications and Russell makes no representation or warranty, express or implied, as to their accuracy, or completeness, or otherwise.

Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor to buy or sell stocks. Past performance is not a guide to future performance. The value of an investment in the Fund and any income from it may go down as well as up, and the investor may not get back the original amount invested.

## Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 (GBP) %	Share Class 2 (USD) %	Share Class 5 %	Benchmark* %
31.12.17 to 31.12.18	-2.60	-2.20	-7.50	-2.10	-2.90
31.12.18 to 31.12.19	18.10	18.60	22.70	18.70	21.40
31.12.19 to 31.12.20	-3.40	-3.20	-0.20	-3.10	2.90
31.12.20 to 31.12.21	23.20	23.50	21.90	23.60	26.53
31.12.21 to 31.12.22	6.13	6.39	6.39	6.60	3.61

\* Benchmark – Russell® 3000 Value Index.

## Performance History – Accumulation Shares

Calendar year	Share Class 1 %	Share Class 2 (GBP) %	Share Class 3 %	Share Class 5 %	Benchmark* %
31.12.17 to 31.12.18	-2.60	-2.20	-1.80	-2.10	-2.90
31.12.18 to 31.12.19	18.10	18.60	19.00	17.80	21.40
31.12.19 to 31.12.20	-3.40	-3.20	-2.80	-3.10	-2.90
31.12.20 to 31.12.21	23.20	23.50	24.00	23.60	26.53
31.12.21 to 31.12.22	6.13	6.39	6.50	6.61	3.61

\* Benchmark – Russell® 3000 Value Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2022. The figures do not include the effect of the Entry Charge and any Exit Charge.

## Material Portfolio Changes

Purchases	Sales
Dun & Bradstreet Holdings	Verizon Communications
Crown Castle, REIT	Oracle
Keurig Dr Pepper	Fidelity National Information Services
PNC Financial Services Group	M&T Bank
Dollar General	Advance Auto Parts
Chubb	Truist Financial
Micron Technology	Progressive
Cogent Communications Holdings	Corning
Vistra	United Parcel Service 'B'
American Tower, REIT	Comcast 'A'

## Synthetic Risk and Reward Indicator



The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- Investment may be restricted to a limited number of holdings, industries, or Countries. The Fund share price may be more exposed to specific events and as a result may experience large daily price changes.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean 'risk free'.
- Further information on the risks applicable to the Fund is detailed in the Fund's Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.



## INVESTMENT PERFORMANCE

## Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	28.02.21	500	264,109	189.47
	28.02.22	609	271,929	223.85
	28.02.23	507	219,172	231.13
	28.08.23	431	204,507	210.84
Class 2	28.02.21	43,356	21,559,132	201.10
	28.02.22	16,908	7,098,526	238.19
	28.02.23	8,574	3,477,251	246.57
	28.08.23	7,308	3,245,410	225.17
Class 5	28.02.21	20,149	9,953,551	202.43
	28.02.22	40,527	16,877,378	240.13
	28.02.23	38,260	15,358,546	249.11
	28.08.23	33,551	14,731,611	227.75

\* Valued at bid market prices.

## Net Asset Value – Income Shares USD

Share class	As at	Net asset value* £000	Shares in issue	Cents per share
Class 2	28.02.21	8,048	6,409,955	174.87
	28.02.22	8,249	5,546,883	199.19
	28.02.23	8,288	5,384,130	186.19
	28.08.23	6,593	4,689,030	177.33

\* Valued at bid market prices.

## Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	28.02.21	587	237,299	247.54
	28.02.22	663	220,998	299.87
	28.02.23	480	150,922	317.93
	28.08.23	360	122,255	294.29
Class 2	28.02.21	1,467	558,923	262.38
	28.02.22	1,193	374,287	318.64
	28.02.23	1,412	416,900	338.68
	28.08.23	1,222	389,464	313.88
Class 3	28.02.21	105	38,583	271.39
	28.02.22	1	332	330.74
	28.02.23	1	332	351.93
	28.08.23	1	332	326.29
Class 5	28.02.21	670	254,043	263.60
	28.02.22	925	288,489	320.60
	28.02.23	905	265,015	341.44
	28.08.23	881	278,013	316.75

\* Valued at bid market prices.

## Share Price Record – Income Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2021	199.04	146.28
	2022	230.87	190.11
	2023	253.01	217.13
	2024**	234.88	208.63
Class 2	2021	211.19	154.90
	2022	245.63	201.78
	2023	269.56	231.23
	2024**	250.58	222.71
Class 5	2021	212.57	155.81
	2022	247.60	203.12
	2023	272.01	233.26
	2024**	253.18	225.13

\* Valued at mid market prices.

\*\* Up to 28 August 2023.

## Share Price Record – Income Shares USD

Share class	Financial year	Highest price* (c)	Lowest price* (c)
Class 2	2021	182.52	111.37
	2022	209.32	175.61
	2023	206.34	170.65
	2024**	196.19	174.37

\* Valued at mid market prices.

\*\* Up to 28 August 2023.

## Share Price Record – Accumulation Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2021	258.18	185.21
	2022	306.89	248.35
	2023	341.07	292.70
	2024**	323.08	289.21
Class 2	2021	273.57	195.85
	2022	326.06	263.24
	2023	362.85	311.26
	2024**	344.18	308.28
Class 3	2021	282.86	201.92
	2022	338.44	272.29
	2023	376.79	323.17
	2024**	357.67	320.42
Class 5	2021	274.82	196.62
	2022	328.04	264.46
	2023	365.42	313.36
	2024**	347.01	310.96

\* Valued at mid market prices.

\*\* Up to 28 August 2023.

## INVESTMENT PERFORMANCE (CONTINUED)

**Ongoing Charges Figure\* (unaudited)**

Share class	28.08.23	28.02.23
Class 1	1.00%	1.00%
Class 2	0.75%	0.75%
Class 2 (USD)	0.75%	0.75%
Class 3	0.53%	0.53%
Class 5	0.55%	0.55%

\* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the year. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

**Revenue Record – Income Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2020.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2021	5.7455	31.17
	2022	5.4814	29.74
	2023	6.2702	34.02
	2024*	3.1071	16.86
Class 2	2021	6.0904	31.21
	2022	5.8256	29.85
	2023	6.6651	34.16
	2024*	3.3427	17.13
Class 5	2021	6.1280	31.22
	2022	5.8682	29.90
	2023	6.6919	34.09
	2024*	3.3492	17.06

\* Up to 28 October 2023 (the interim distribution payment date).

**Revenue Record – Income Shares USD**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2020.

Share class	Financial year	Net revenue per share (c)	Per 1,000 invested (\$)
Class 2	2021	5.0083	41.11
	2022	4.9514	40.64
	2023	5.0547	41.49
	2024*	2.5840	21.21

\* Up to 28 October 2023 (the interim distribution payment date).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2020.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2021	7.3613	31.82
	2022	7.2282	31.25
	2023	8.4628	36.58
	2024*	4.2898	18.54
Class 2	2021	7.7925	31.86
	2022	7.6719	31.37
	2023	9.0041	36.81
	2024*	4.5768	18.71
Class 3	2021	8.0461	31.91
	2022	7.9664	31.60
	2023	9.3619	37.13
	2024*	4.7684	18.91
Class 5	2021	7.8256	31.87
	2022	7.7126	31.41
	2023	9.0545	36.88
	2024*	4.6065	18.76

\* Up to 28 October 2023 (the interim distribution payment date).

## PORTFOLIO STATEMENT

As at 28 August 2023 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 94.11% (94.53%)</b>				
<b>Communication Services 9.13% (10.43%)</b>				
<b>Diversified Telecommunication Services 2.80% (4.88%)</b>				
Cogent Communications Holdings	USD	25,773	1,407	2.80
			1,407	2.80
<b>Media 6.33% (5.55%)</b>				
Cable One	USD	1,003	507	1.01
Comcast 'A'	USD	54,760	1,964	3.90
Interpublic Group	USD	28,028	718	1.42
			3,189	6.33
<b>Communication Services total</b>			<b>4,596</b>	<b>9.13</b>
<b>Consumer Discretionary 1.37% (5.16%)</b>				
<b>Distributors 0.55% (0.60%)</b>				
Genuine Parts	USD	2,277	275	0.55
			275	0.55
<b>Household Durables 0.82% (0.63%)</b>				
MDC Holdings	USD	11,377	415	0.82
			415	0.82
<b>Multiline Retail 0.00% (2.59%)</b>				
<b>Specialty Retail 0.00% (1.34%)</b>				
<b>Consumer Discretionary total</b>			<b>690</b>	<b>1.37</b>
<b>Consumer Staples 14.71% (10.44%)</b>				
<b>Beverages 2.97% (1.68%)</b>				
Keurig Dr Pepper	USD	22,345	592	1.17
PepsiCo	USD	6,444	905	1.80
			1,497	2.97
<b>Consumer Staples Distribution &amp; Retail 5.48% (0.00%)</b>				
Dollar General	USD	1,911	232	0.46
Kroger	USD	19,137	705	1.40
Sysco	USD	14,676	813	1.62
Target	USD	10,259	1,010	2.00
			2,760	5.48
<b>Food &amp; Staples Retailing 0.00% (2.87%)</b>				
<b>Food Products 1.14% (1.14%)</b>				
J M Smucker	USD	5,145	574	1.14
			574	1.14
<b>Household Products 2.38% (2.20%)</b>				
Kimberly-Clark	USD	11,742	1,197	2.38
			1,197	2.38
<b>Personal Care Products 2.74% (0.00%)</b>				
Unilever, ADR	USD	34,381	1,378	2.74
			1,378	2.74
<b>Personal Products 0.00% (2.55%)</b>				
<b>Consumer Staples total</b>			<b>7,406</b>	<b>14.71</b>
<b>Energy 6.67% (5.87%)</b>				
<b>Oil, Gas &amp; Consumable Fuels 6.67% (5.87%)</b>				
Kinder Morgan	USD	114,425	1,562	3.10
Williams	USD	65,712	1,798	3.57
			3,360	6.67
<b>Energy total</b>			<b>3,360</b>	<b>6.67</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 28 August 2023 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Financials 15.37% (17.82%)</b>				
<b>Banks 6.00% (8.35%)</b>				
M&T Bank	USD	2,795	280	0.55
PNC Financial Services Group	USD	10,516	981	1.95
Truist Financial	USD	25,688	587	1.17
US Bancorp	USD	40,918	1,172	2.33
			3,020	6.00
<b>Insurance 9.37% (9.47%)</b>				
Axis Capital Holdings	USD	18,951	826	1.64
Chubb	USD	6,422	1,024	2.03
CNA Financial	USD	12,219	378	0.75
Fidelity National Financial	USD	16,718	532	1.06
Progressive	USD	13,944	1,458	2.90
Willis Towers Watson	USD	3,067	499	0.99
			4,717	9.37
<b>Financials total</b>			<b>7,737</b>	<b>15.37</b>
<b>Health Care 12.12% (12.52%)</b>				
<b>Biotechnology 4.15% (3.83%)</b>				
AbbVie	USD	8,914	1,036	2.06
Amgen	USD	5,176	1,053	2.09
			2,089	4.15
<b>Health Care Equipment &amp; Supplies 0.91% (0.84%)</b>				
Baxter International	USD	13,845	455	0.91
			455	0.91
<b>Health Care Providers &amp; Services 1.29% (1.87%)</b>				
Premier 'A'	USD	38,706	649	1.29
			649	1.29
<b>Pharmaceuticals 5.77% (5.98%)</b>				
Bristol-Myers Squibb	USD	27,422	1,332	2.64
Merck	USD	6,619	574	1.14
Pfizer	USD	34,912	1,001	1.99
			2,907	5.77
<b>Health Care total</b>			<b>6,100</b>	<b>12.12</b>
<b>Industrials 7.82% (5.46%)</b>				
<b>Air Freight &amp; Logistics 3.37% (3.47%)</b>				
United Parcel Service 'B'	USD	12,790	1,693	3.37
			1,693	3.37
<b>Professional Services 2.07% (0.00%)</b>				
CSG Systems International	USD	9,472	408	0.81
Dun & Bradstreet Holdings	USD	74,921	635	1.26
			1,043	2.07
<b>Trading Companies &amp; Distributors 2.38% (1.99%)</b>				
Watsco	USD	4,363	1,199	2.38
			1,199	2.38
<b>Industrials total</b>			<b>3,935</b>	<b>7.82</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 28 August 2023 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Information Technology 14.25% (15.33%)</b>				
<b>Communications Equipment 1.68% (1.39%)</b>				
Cisco Systems	USD	19,278	844	1.68
			844	1.68
<b>Electronic Equipment, Instruments &amp; Components 3.07% (3.11%)</b>				
Corning	USD	61,151	1,549	3.07
			1,549	3.07
<b>IT Services 0.00% (1.70%)</b>				
<b>Semiconductors &amp; Semiconductor Equipment 5.07% (4.51%)</b>				
Micron Technology	USD	22,218	1,121	2.23
QUALCOMM	USD	7,204	619	1.23
Texas Instruments	USD	6,193	813	1.61
			2,553	5.07
<b>Software 4.43% (4.62%)</b>				
Oracle	USD	24,900	2,229	4.43
			2,229	4.43
<b>Information Technology total</b>			<b>7,175</b>	<b>14.25</b>
<b>Real Estate 3.50% (2.57%)</b>				
<b>Equity Real Estate Investment Trusts (REITs) 0.00% (2.57%)</b>				
<b>Specialized REITs 3.50% (0.00%)</b>				
American Tower	USD	8,949	1,256	2.49
Crown Castle	USD	6,419	507	1.01
			1,763	3.50
<b>Real Estate total</b>			<b>1,763</b>	<b>3.50</b>
<b>Utilities 9.17% (8.93%)</b>				
<b>Electric Utilities 1.61% (1.68%)</b>				
IDACORP	USD	10,811	814	1.61
			814	1.61
<b>Independent Power and Renewable Electricity Producers 6.63% (6.28%)</b>				
AES	USD	110,097	1,547	3.07
Vistra	USD	75,248	1,790	3.56
			3,337	6.63
<b>Multi-Utilities 0.93% (0.97%)</b>				
Black Hills	USD	10,692	468	0.93
			468	0.93
<b>Utilities total</b>			<b>4,619</b>	<b>9.17</b>
<b>Equities total</b>			<b>47,381</b>	<b>94.11</b>
Investment assets			47,381	94.11
Net other assets			2,966	5.89
<b>Net assets</b>			<b>50,347</b>	<b>100.00</b>

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.

The comparative percentage figures in brackets are as at 28 February 2023.

## STATEMENT OF TOTAL RETURN

For the six months ended 28 August 2023 (unaudited)

	£000	Six months ended 28.08.23 £000	£000	Six months ended 28.08.22 £000
Income				
Net capital (losses)/gains		(4,788)		7,172
Revenue	867		1,002	
Expenses	(163)		(219)	
Net revenue before taxation	704		783	
Taxation	(96)		(111)	
Net revenue after taxation		608		672
<b>Total return before distributions</b>		<b>(4,180)</b>		<b>7,844</b>
Distributions		(764)		(888)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(4,944)</b>		<b>6,956</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the six months ended 28 August 2023 (unaudited)

	£000	Six months ended 28.08.23 £000	£000	Six months ended 28.08.22 £000
<b>Opening net assets attributable to shareholders</b>		<b>58,427</b>		<b>69,075</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	932		608	
Amounts payable on cancellation of shares	(4,105)		(8,492)	
		(3,173)		(7,884)
Dilution adjustment		–		3
Change in net assets attributable to shareholders from investment activities (see above)		(4,944)		6,956
Retained distribution on accumulation shares		37		33
<b>Closing net assets attributable to shareholders</b>		<b>50,347</b>		<b>68,183</b>

The Statement of Recommended Practice (2014) requires that comparatives are shown for the above report. As the comparatives should be for the comparable interim period, the net asset value at the end of the previous period will not agree to the net asset value at the start of this period. The published net asset value as at 28 February 2023 was £58,426,765.

## BALANCE SHEET

As at 28 August 2023 (unaudited)

	As at 28.08.23 £000	As at 28.02.23 £000
<b>Assets:</b>		
Investments	47,381	55,232
<b>Current assets:</b>		
Debtors	137	149
Cash and bank balances	3,256	3,566
<b>Total assets</b>	<b>50,774</b>	<b>58,947</b>
<b>Liabilities:</b>		
<b>Creditors:</b>		
Distribution payable	(332)	(377)
Other creditors	(95)	(143)
<b>Total liabilities</b>	<b>(427)</b>	<b>(520)</b>
<b>Net assets attributable to shareholders</b>	<b>50,347</b>	<b>58,427</b>

**ACCOUNTING POLICIES**

The accounting policies applied are consistent with those of the financial statements for the year ended 28 February 2023 and are described in those annual financial statements.

## AVIVA INVESTORS US EQUITY INCOME FUND II

### INVESTMENT OBJECTIVE

The Fund aims to grow your investment by providing combined income and capital growth greater than that of the Russell® 3000 Value Index over any given 5 year period, by investing in shares of companies listed on North American stock exchanges.

Within this combined aim, the Fund seeks to deliver an income of at least 125% of the income of the Russell® 3000 Value Index over any given 12-month period.

Both the income and combined return aims are measured before the deduction of Fund charges and tax.

### INVESTMENT POLICY

#### Core investment

Typically, at least 80% of the Fund will be invested in shares of companies listed on North American stock exchanges.

#### Other investments

The Fund may also invest in other shares, other funds, cash and deposits.

#### Strategy

The Fund is actively managed, and the Investment Manager will look to identify quality companies, which engage strongly with their shareholders, and which the Investment Manager believes will pay a high and growing dividend.

The process for making these decisions will entail careful analysis of each company's business model, balance sheet, dividend prospects and valuation, with a view to discovering undervalued companies that demonstrate characteristics which would allow them to generate sustainable future growth. The investment philosophy, known as "Absolute Value®", supports high conviction investment, typically in companies with a minimum market capitalisation (total market value of a company's outstanding shares) of \$1 billion at the time of investment. In addition, the Fund has limited exclusions based on Aviva Investors' UK Responsible Investment policy. Further information on the Aviva Investors UK Responsible Investment policy is available on our website and in the Prospectus.

#### Performance & Risk Measurement

The Fund's combined growth and income targets are measured against the Russell® 3000 Value Index (the "Index").

The Fund does not base its investment process upon the Index, so will not hold every company in the Index and will also hold companies that do not form part of it.

The Fund uses a "tracking error" to measure the consistency of the Fund's returns and the returns of the Index. In general, the lower the tracking error, the more consistent the Fund's returns are relative to the Index, and vice-versa. The Fund is expected to have an average yearly tracking error of between 2% and 6% when compared to the Index. In certain conditions the Fund may be outside of this range.

The Index is a subset of the Russell® 3000 Index, which contains a range of US companies with an average market capitalisation value of \$1.5 billion. The companies included in the "value" index are selected based on a "probability" of each company's value increasing in the future.

The Index has been selected as a benchmark for the performance targets and risk measurement as the Fund's portfolio will be constructed by investing in companies which demonstrate similar value characteristics, and it is therefore an appropriate basis for the Fund's income and capital performance aims.

### FUND MANAGER'S REPORT

#### Performance

Over the six months ended 28 August 2023 the Fund (share class 1, net of fees) returned of -6.44%. The Fund's benchmark, the Russell® 3000 Value Index, returned -0.67% over the same period.

The tracking error at the period end was 3.83%.

#### Review

Q1 served as a reminder of the adage: the Federal Reserve will raise rates "until something breaks." Indeed, the first cracks began to appear in Q1, highlighting the unpleasant conundrum in which policymakers now find themselves. The main stressor was the collapse of Silicon Valley Bank (SVB), the first U.S. bank run of the 'digital era' and the largest such failure since Washington Mutual was crushed by subprime mortgage losses in 2008. Policymakers promptly responded by backstopping all deposits at SVB to prevent a tsunami of withdrawals from smaller banks. Then just a few days later, they raised short-term interest rates, further exacerbating the underlying problem – a classic case of simultaneously slamming on both the brakes and the gas! Subsequent reports suggest that despite the new protection, the flow of deposits out of banks and into much higher yielding money markets remained elevated.

After three of the largest bank failures in U.S. history in Q1, Fed officials elected to take advantage of reports of slowing inflation to pause their relentless monetary tightening. By all reports, officials believed that the aggressive action taken in the previous five quarters was working as expected and that a more measured approach was warranted as the effects of the tightening steadily accumulated. Perhaps missing that Fed officials projected further interest rate increases and an economic slowdown in 2023, investors jumped on the A.I. bandwagon and piled back into risk, driving every major asset class but commodities higher. As longer-term rates were bid lower, Ned Davis Research reported that 91% of the U.S. Treasuries yield curve is now inverted, the highest level since 2000.

Dividend-focused investors faced a strong headwind in the period, as the Russell 3000 Value constituents that do not pay a dividend and those with low yields (<2%) dominated.

For the trailing six-month period, sector allocation was positive, while stock selection was negative.

The largest positive drivers of relative return were the overweight in Information Technology (+57 bps) and stock selection in Energy (+26 bps).

The holdings with the highest contribution to active return were Oracle Corp. (ORCL: +36%, +137 bps), Vistra Corp. (VST: +38%, +86 bps), and Comcast Corp. (CI A) (CMCSA: +26%, +71 bps).

The largest negative drivers of relative return were stock selection in Financials (-202 bps) and in Health Care (-105 bps).

The holdings with the lowest contribution to active return were AES Corp. (AES: -26%, -125 bps), Truist Financial Corp. (TFC: -36%, -98 bps), and Target Corp. (TGT: -26%, -77 bps).

As of August 28, the portfolio held a total of 50 positions. During the period, we established 6 new positions and eliminated 6 positions.



## AVIVA INVESTORS US EQUITY INCOME FUND II (CONTINUED)

### FUND MANAGER’S REPORT (CONTINUED)

#### Review (continued)

The decision of the Fed to slow interest rate increases, prompted by moderating inflation and a series of major bank failures, brought optimism to U.S. equity markets. However, the labor market in the U.S. remains persistently tight, and inflation stubbornly persists above the Fed’s 2% target. This suggests that further efforts are needed to achieve the desired level of tightening. While some concerns mount regarding weakening U.S. consumer strength, overall confidence remains high. On the other hand, CEO confidence surveys paint a less optimistic picture and bankers are rapidly tightening lending standards as concerns of a recession loom. Although this year witnessed a resurgence of strong momentum in a small group of ‘growth’ stocks, particularly those associated with artificial intelligence, we believe that slower global economic growth, higher interest rates, war, and a general decline in trust will drive sustained outperformance for both value and dividend-focused portfolios in the long term. However, as we have noted in the past, the journey towards this outcome will likely prove bumpy.

September 2023

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Any opinions expressed are those of the Fund manager. They should not be viewed as a guarantee of a return from an investment in the Funds. The content of the commentary should not be viewed as a recommendation to invest nor to buy or sell stocks. Past performance is not a guide to future performance. The value of an investment in the Fund and any income from it may go down as well as up, and the investor may not get back the original amount invested.

#### Performance History – Income Shares

Calendar year	Share Class 1 %	Share Class 2 (GBP) %	Share Class 2 (USD) %	Share Class 5 %	Benchmark* %
31.12.17 to 31.12.18	-2.60	-2.20	-7.50	-2.10	-2.90
31.12.18 to 31.12.19	18.10	18.60	22.70	18.70	21.40
31.12.19 to 31.12.20	-3.40	-3.20	-0.20	-3.10	2.90
31.12.20 to 31.12.21	23.20	23.50	21.90	23.60	26.53
31.12.21 to 31.12.22	6.64	6.73	6.73	6.95	3.61

\* Benchmark – Russell® 3000 Value Index.

#### Performance History – Accumulation Shares

Calendar year	Share Class 2 (GBP) %	Share Class 3 %	Share Class 5 %	Benchmark* %
31.12.17 to 31.12.18	-2.20	-1.80	-2.10	-2.90
31.12.18 to 31.12.19	18.60	19.00	17.80	21.40
31.12.19 to 31.12.20	-3.20	-2.80	-3.10	-2.90
31.12.20 to 31.12.21	23.50	24.00	23.60	26.53
31.12.21 to 31.12.22	6.73	6.88	6.94	3.61

\* Benchmark – Russell® 3000 Value Index.

Source for all data: Aviva Investors/Lipper, a Thomson Reuters company, this is based on index provider data where applicable. Fund return data is mid to mid, net income reinvested, net of all ongoing charges and fees in sterling, net of tax payable by the Fund to 31 December 2022. The figures do not include the effect of the Entry Charge and any Exit Charge.

#### Material Portfolio Changes

Purchases	Sales
Dun & Bradstreet Holdings	Verizon Communications
Crown Castle, REIT	Oracle
PNC Financial Services Group	M&T Bank
Keurig Dr Pepper	Fidelity National Information Services
Dollar General	Advance Auto Parts
Chubb	Truist Financial
Cogent Communications Holdings	Progressive
Micron Technology	AES
Vistra	United Parcel Service 'B'
AES	Comcast 'A'

#### Synthetic Risk and Reward Indicator



The Fund has been allocated a risk number based on the historic volatility of its share price. Where insufficient share price information is available, the risk number has been based on the historic volatility of the asset classes appropriate to the Fund.

- This indicator is based on historical data, calculated using European Union rules, and may not be a reliable indication of the future risk profile of the Fund.
- The risk and reward category shown is not guaranteed to remain unchanged and may change over time. The lowest category does not mean ‘risk free’.
- The value of investments and the income from them will change over time.
- The Fund price may fall as well as rise and as a result you may not get back the original amount you invested.
- Further information on the risks applicable to the Fund is detailed in the Fund’s Key Investor Information Document, and a full description is set out in the Prospectus, both of which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request.

## INVESTMENT PERFORMANCE

## Net Asset Value – Income Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 1	28.02.21	219	140,590	155.93
	28.02.22	377	203,559	185.07
	28.02.23	305	159,094	191.84
	28.08.23	281	161,157	174.45
Class 2	28.02.21	82,474	50,614,803	162.95
	28.02.22	59,781	30,838,111	193.85
	28.02.23	41,083	20,387,392	201.51
	28.08.23	35,028	19,094,544	183.44
Class 5	28.02.21	64,609	39,399,682	163.98
	28.02.22	90,335	46,234,690	195.39
	28.02.23	111,647	54,858,060	203.52
	28.08.23	106,617	57,484,302	185.47

\* Valued at bid market prices.

## Net Asset Value – Income Shares USD

Share class	As at	Net asset value* £000	Shares in issue	Cents per share
Class 2	28.02.21	1,648	1,585,411	144.79
	28.02.22	1,977	1,598,482	165.67
	28.02.23	2,040	1,586,436	155.51
	28.08.23	1,867	1,594,629	147.63

\* Valued at bid market prices.

## Net Asset Value – Accumulation Shares

Share class	As at	Net asset value* £000	Shares in issue	Pence per share
Class 2	28.02.21	9,504	4,797,224	198.10
	28.02.22	11,116	4,596,066	241.85
	28.02.23	11,171	4,324,428	258.32
	28.08.23	10,176	4,262,252	238.75
Class 3	28.02.21	103	38,976	264.09
	28.02.22	1	340	323.58
	28.02.23	1	340	346.09
	28.08.23	1	340	320.03
Class 5	28.02.21	13,239	6,654,580	198.94
	28.02.22	11,876	4,882,270	243.24
	28.02.23	23,907	9,183,350	260.33
	28.08.23	23,930	9,936,075	240.84

\* Valued at bid market prices.

## Share Price Record – Income Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 1	2021	164.64	120.29
	2022	191.11	156.47
	2023	210.45	179.82
	2024**	195.08	172.50
Class 2	2021	171.96	125.42
	2022	200.15	163.51
	2023	220.77	188.55
	2024**	204.92	181.32
Class 5	2021	173.04	126.12
	2022	201.71	164.56
	2023	222.72	190.15
	2024**	206.98	183.23

\* Valued at mid market prices.

\*\* Up to 28 August 2023.

## Share Price Record – Income Shares USD

Share class	Financial year	Highest price* (c)	Lowest price* (c)
Class 2	2021	151.32	92.15
	2022	174.35	145.33
	2023	172.19	142.41
	2024**	164.91	145.92

\* Valued at mid market prices.

\*\* Up to 28 August 2023.

## Share Price Record – Accumulation Shares

Share class	Financial year	Highest price* (p)	Lowest price* (p)
Class 2	2021	207.53	147.68
	2022	247.76	198.78
	2023	277.22	236.76
	2024**	262.68	234.29
Class 3	2021	276.54	196.23
	2022	331.45	264.99
	2023	371.13	316.88
	2024**	351.94	313.96
Class 5	2021	208.39	148.19
	2022	249.16	199.62
	2023	279.08	238.27
	2024**	264.74	236.23

\* Valued at mid market prices.

\*\* Up to 28 August 2023.

## COMPARATIVE TABLES (CONTINUED)

**Ongoing Charges Figure\* (unaudited)**

Share class	28.08.23	28.02.23
Class 1	1.00%	1.00%
Class 2	0.75%	0.75%
Class 2 (USD)	0.75%	0.75%
Class 3	0.53%	0.53%
Class 5	0.55%	0.55%

\* The Ongoing Charges Figure (OCF) is calculated as the ratio of the total ongoing charges to the average net asset value of the Fund over the period. The OCF is made up of the Fund Management Fee and, where a fund invests a substantial portion of its assets in other funds, an amount for the pro-rated charges of those other funds (referred to as "synthetic charges" or the "synthetic" part of the ongoing charge). The figure for ongoing charges excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling shares/units in another collective investment scheme.

Please remember that past performance is not a guide to future performance and it might not be repeated. The value of investments and the revenue from them may go down as well as up and investors may not get back the amount originally invested. Because of this, you are not certain to make a profit on your investments and you may lose money.

**Revenue Record – Income Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2020.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 1	2021	4.8314	31.80
	2022	4.6833	30.82
	2023	5.3369	35.12
	2024*	2.6685	17.56
Class 2	2021	5.0419	31.83
	2022	4.9024	30.95
	2023	5.5989	35.35
	2024*	2.8046	17.71
Class 5	2021	5.0719	31.84
	2022	4.9370	31.00
	2023	5.6409	35.42
	2024*	2.8140	17.67

\* Up to 28 October 2023 (the interim distribution payment date).

**Revenue Record – Income Shares USD**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2020.

Share class	Financial year	Net revenue per share (c)	Per 1,000 invested (\$)
Class 2	2021	4.2373	41.93
	2022	4.2591	42.15
	2023	4.3398	42.94
	2024*	2.2228	22.00

\* Up to 28 October 2023 (the interim distribution payment date).

**Revenue Record – Accumulation Shares**

The revenue record table below shows the net distribution rates per financial year on a payment date basis for an investment made on 28 February 2020.

Share class	Financial year	Net revenue per share (p)	Per 1,000 invested (£)
Class 2	2021	6.0088	32.50
	2022	6.0178	32.55
	2023	7.0557	38.16
	2024*	3.5877	19.40
Class 3	2021	7.9959	32.55
	2022	8.0464	32.76
	2023	9.4624	38.53
	2024*	4.8549	19.77
Class 5	2021	6.0318	32.51
	2022	6.0476	32.60
	2023	7.1035	38.29
	2024*	3.6290	19.56

\* Up to 28 October 2023 (the interim distribution payment date).

## PORTFOLIO STATEMENT

As at 28 August 2023 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Equities 98.44% (97.61%)</b>				
<b>Communication Services 9.59% (10.79%)</b>				
<b>Diversified Telecommunication Services 2.94% (5.04%)</b>				
Cogent Communications Holdings	USD	95,936	5,236	2.94
			5,236	2.94
<b>Media 6.65% (5.75%)</b>				
Cable One	USD	3,716	1,879	1.06
Comcast 'A'	USD	203,029	7,281	4.09
Interpublic Group	USD	103,917	2,661	1.50
			11,821	6.65
<b>Communication Services total</b>			<b>17,057</b>	<b>9.59</b>
<b>Consumer Discretionary 1.44% (5.33%)</b>				
<b>Distributors 0.58% (0.62%)</b>				
Genuine Parts	USD	8,447	1,022	0.58
			1,022	0.58
<b>Household Durables 0.86% (0.65%)</b>				
MDC Holdings	USD	42,123	1,534	0.86
			1,534	0.86
<b>Multiline Retail 0.00% (2.66%)</b>				
<b>Specialty Retail 0.00% (1.40%)</b>				
<b>Consumer Discretionary total</b>			<b>2,556</b>	<b>1.44</b>
<b>Consumer Staples 15.42% (10.77%)</b>				
<b>Beverages 3.12% (1.73%)</b>				
Keurig Dr Pepper	USD	83,173	2,205	1.24
PepsiCo	USD	23,840	3,349	1.88
			5,554	3.12
<b>Consumer Staples Distribution &amp; Retail 5.74% (0.00%)</b>				
Dollar General	USD	7,098	861	0.48
Kroger	USD	70,955	2,615	1.47
Sysco	USD	54,286	3,008	1.69
Target	USD	37,955	3,734	2.10
			10,218	5.74
<b>Food &amp; Staples Retailing 0.00% (2.96%)</b>				
<b>Food Products 1.19% (1.17%)</b>				
J M Smucker	USD	19,034	2,124	1.19
			2,124	1.19
<b>Household Products 2.49% (2.26%)</b>				
Kimberly-Clark	USD	43,436	4,427	2.49
			4,427	2.49
<b>Personal Care Products 2.88% (0.00%)</b>				
Unilever, ADR	USD	127,607	5,114	2.88
			5,114	2.88
<b>Personal Products 0.00% (2.65%)</b>				
<b>Consumer Staples total</b>			<b>27,437</b>	<b>15.42</b>
<b>Energy 7.00% (6.06%)</b>				
<b>Oil, Gas &amp; Consumable Fuels 7.00% (6.06%)</b>				
Kinder Morgan	USD	423,252	5,779	3.25
Williams	USD	243,837	6,672	3.75
			12,451	7.00
<b>Energy total</b>			<b>12,451</b>	<b>7.00</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 28 August 2023 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Financials 16.01% (18.25%)</b>				
<b>Banks 6.31% (8.59%)</b>				
M&T Bank	USD	10,172	1,019	0.57
PNC Financial Services Group	USD	39,335	3,669	2.06
Truist Financial	USD	96,085	2,197	1.24
US Bancorp	USD	151,370	4,335	2.44
			11,220	6.31
<b>Insurance 9.70% (9.66%)</b>				
Axis Capital Holdings	USD	70,091	3,057	1.72
Chubb	USD	23,507	3,748	2.11
CNA Financial	USD	45,201	1,397	0.78
Fidelity National Financial	USD	61,982	1,973	1.11
Progressive	USD	50,186	5,248	2.95
Willis Towers Watson	USD	11,338	1,843	1.03
			17,266	9.70
<b>Financials total</b>			<b>28,486</b>	<b>16.01</b>
<b>Health Care 12.67% (12.92%)</b>				
<b>Biotechnology 4.33% (3.96%)</b>				
AbbVie	USD	32,664	3,796	2.14
Amgen	USD	19,146	3,895	2.19
			7,691	4.33
<b>Health Care Equipment &amp; Supplies 0.94% (0.85%)</b>				
Baxter International	USD	51,063	1,678	0.94
			1,678	0.94
<b>Health Care Providers &amp; Services 1.35% (1.92%)</b>				
Premier 'A'	USD	143,149	2,401	1.35
			2,401	1.35
<b>Pharmaceuticals 6.05% (6.19%)</b>				
Bristol-Myers Squibb	USD	101,777	4,943	2.78
Merck	USD	24,478	2,124	1.19
Pfizer	USD	129,154	3,701	2.08
			10,768	6.05
<b>Health Care total</b>			<b>22,538</b>	<b>12.67</b>
<b>Industrials 8.17% (5.65%)</b>				
<b>Air Freight &amp; Logistics 3.53% (3.60%)</b>				
United Parcel Service 'B'	USD	47,416	6,277	3.53
			6,277	3.53
<b>Professional Services 2.15% (0.00%)</b>				
CSG Systems International	USD	35,027	1,510	0.85
Dun & Bradstreet Holdings	USD	272,628	2,310	1.30
			3,820	2.15
<b>Trading Companies &amp; Distributors 2.49% (2.05%)</b>				
Watsco	USD	16,143	4,436	2.49
			4,436	2.49
<b>Industrials total</b>			<b>14,533</b>	<b>8.17</b>

## PORTFOLIO STATEMENT (CONTINUED)

As at 28 August 2023 (unaudited)

Investment	Currency	Holding	Market Value £000	% of Net Assets
<b>Information Technology 14.88% (15.87%)</b>				
<b>Communications Equipment 1.76% (1.44%)</b>				
Cisco Systems	USD	71,405	3,126	1.76
			<u>3,126</u>	<u>1.76</u>
<b>Electronic Equipment, Instruments &amp; Components 3.22% (3.20%)</b>				
Corning	USD	226,192	5,728	3.22
			<u>5,728</u>	<u>3.22</u>
<b>IT Services 0.00% (1.73%)</b>				
<b>Semiconductors &amp; Semiconductor Equipment 5.31% (4.72%)</b>				
Micron Technology	USD	81,905	4,132	2.32
QUALCOMM	USD	26,693	2,296	1.29
Texas Instruments	USD	22,938	3,011	1.70
			<u>9,439</u>	<u>5.31</u>
<b>Software 4.59% (4.78%)</b>				
Oracle	USD	91,282	8,172	4.59
			<u>8,172</u>	<u>4.59</u>
<b>Information Technology total</b>			<b>26,465</b>	<b>14.88</b>
<b>Real Estate 3.68% (2.76%)</b>				
<b>Equity Real Estate Investment Trusts (REITs) 0.00% (2.76%)</b>				
<b>Specialized REITs 3.68% (0.00%)</b>				
American Tower	USD	33,448	4,697	2.64
Crown Castle	USD	23,492	1,854	1.04
			<u>6,551</u>	<u>3.68</u>
<b>Real Estate total</b>			<b>6,551</b>	<b>3.68</b>
<b>Utilities 9.58% (9.21%)</b>				
<b>Electric Utilities 1.69% (1.72%)</b>				
IDACORP	USD	39,983	3,009	1.69
			<u>3,009</u>	<u>1.69</u>
<b>Independent Power and Renewable Electricity Producers 6.91% (6.52%)</b>				
AES	USD	408,873	5,745	3.23
Vistra	USD	275,424	6,551	3.68
			<u>12,296</u>	<u>6.91</u>
<b>Multi-Utilities 0.98% (0.97%)</b>				
Black Hills	USD	39,720	1,741	0.98
			<u>1,741</u>	<u>0.98</u>
<b>Utilities total</b>			<b>17,046</b>	<b>9.58</b>
<b>Equities total</b>			<b>175,120</b>	<b>98.44</b>
Investment assets			175,120	98.44
Net other assets			2,780	1.56
<b>Net assets</b>			<b>177,900</b>	<b>100.00</b>

All holdings are ordinary shares or stock units and admitted to an official stock exchange unless otherwise stated.  
The comparative percentage figures in brackets are as at 28 February 2023.

## STATEMENT OF TOTAL RETURN

For the six months ended 28 August 2023 (unaudited)

	£000	Six months ended 28.08.23 £000	£000	Six months ended 28.08.22 £000
Income				
Net capital (losses)/gains		(16,552)		19,789
Revenue	3,083		2,664	
Expenses	(548)		(564)	
Net revenue before taxation	2,535		2,100	
Taxation	(363)		(297)	
Net revenue after taxation		2,172		1,803
<b>Total return before distributions</b>		<b>(14,380)</b>		<b>21,592</b>
Distributions		(2,703)		(2,362)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(17,083)</b>		<b>19,230</b>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the six months ended 28 August 2023 (unaudited)

	£000	Six months ended 28.08.23 £000	£000	Six months ended 28.08.22 £000
<b>Opening net assets attributable to shareholders</b>		<b>190,154</b>		<b>175,463</b>
Movement due to issue and cancellation of shares:				
Amounts receivable on issue of shares	24,239		20,249	
Amounts payable on cancellation of shares	(19,915)		(25,565)	
		4,324		(5,316)
Dilution adjustment		2		6
Change in net assets attributable to shareholders from investment activities (see above)		(17,083)		19,230
Retained distribution on accumulation shares		503		321
<b>Closing net assets attributable to shareholders</b>		<b>177,900</b>		<b>189,704</b>

The Statement of Recommended Practice (2014) requires that comparatives are shown for the above report. As the comparatives should be for the comparable interim period, the net asset value at the end of the previous period will not agree to the net asset value at the start of this period. The published net asset value as at 28 February 2023 was £190,154,380.

## BALANCE SHEET

As at 28 August 2023 (unaudited)

	As at 28.08.23 £000	As at 28.02.23 £000
<b>Assets:</b>		
Investments	175,120	185,606
<b>Current assets:</b>		
Debtors	485	595
Cash and bank balances	3,799	5,298
<b>Total assets</b>	<b>179,404</b>	<b>191,499</b>
<b>Liabilities:</b>		
<b>Creditors:</b>		
Distribution payable	(1,036)	(1,074)
Other creditors	(468)	(271)
<b>Total liabilities</b>	<b>(1,504)</b>	<b>(1,345)</b>
<b>Net assets attributable to shareholders</b>	<b>177,900</b>	<b>190,154</b>

**ACCOUNTING POLICIES**

The accounting policies applied are consistent with those of the financial statements for the year ended 28 February 2023 and are described in those annual financial statements.



## STATEMENT OF THE AUTHORISED CORPORATE DIRECTOR'S RESPONSIBILITIES

The Collective Investment Schemes Sourcebook of the Financial Conduct Authority requires the Authorised Corporate Director (ACD) to prepare financial statements for each accounting period which give a true and fair view of the financial position of the Company at the period end and of the net revenue and net gains or losses on the scheme property of the Company for the period then ended.

In preparing the financial statements the ACD is required to:

- follow applicable accounting standards;
- make judgements and estimates that are reasonable and prudent;
- select suitable accounting policies and then apply them consistently;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future; and
- comply with the Instrument of Incorporation of the Company and the Statement of Recommended Practice for Authorised Funds.

The ACD is required to keep proper accounting records and to manage the Company in accordance with the Regulations and the Instrument of Incorporation.

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

## AUTHORISED CORPORATE DIRECTOR'S STATEMENT

We hereby approve the Report and Financial Statements of Aviva Investors Select Funds ICVC for the six months ended 28 August 2023 on behalf of Aviva Investors UK Fund Services Limited in accordance with the requirements of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority.



M Bell  
Director  
26 October 2023

## SECURITIES FINANCING TRANSACTIONS REGULATION DISCLOSURE

None of the Funds in the Company currently undertakes securities financing transactions (as defined in Article 3 of Regulation (EU) 2015/2365) or uses total return swaps.

## GENERAL INFORMATION

Investments in Aviva Investors Select Funds ICVC are intended to be medium to long term investments and should not be considered as a short term investment.

Past performance is not a guide to the future.

The value of an investment in the Funds and the revenue from it may go down as well as up, and you may not get back the original amount invested.

Where Funds are invested abroad, the value of your investment may rise and fall purely on account of movement in exchange rates.

Please refer to the Prospectus and the Key Investor Information Documents (which are available on the internet at [www.avivainvestors.com](http://www.avivainvestors.com) or from the ACD on request) for a full description of the risks involved when investing in the Funds.

Any future returns and opinions expressed are those of the Investment Manager and should not be relied upon as indicating any guarantee of return from investment in the Funds.

The information contained within this document should not be construed as a recommendation to purchase or sell stocks.

### **Publication of Prices**

Information on the prices of Shares will be available by calling 0800 051 2003 or on the internet at [www.avivainvestors.com](http://www.avivainvestors.com). Calls to this number may be recorded for training or monitoring purposes. Calls are free from landlines and mobiles.

