



McInroy & Wood

PERSONAL INVESTMENT MANAGERS

BALANCED FUND

A pooled management service for private clients

INTERIM REPORT AND FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31ST OCTOBER 2016

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**The information provided on the back of this booklet also forms part of the Authorised Fund Manager's Report.*

INTRODUCTION

McInroy & Wood Balanced Fund (the fund) is an authorised unit trust for investors who wish to have their assets personally managed by McInroy & Wood Limited (MW) and for whom a discretionary managed portfolio may not be appropriate. Investors will gain access, through the fund, to a portfolio which it might well be impracticable for them to assemble themselves.

The fund has been established with the aim of providing clients with professional investment management at an economic cost.

Through the fund, investors who have similar objectives are able to pool their resources in order to secure the benefits of scale.

The investment objective of the Balanced Fund is to maximise the total return to unitholders, by preserving and growing the real value of investors' capital and income, placing an equal emphasis on the generation of income and on capital growth.

The fund may invest in any geographical areas and any economic sectors. The Manager has power to invest more than 35% in value of the scheme property of the fund in government and other public securities. This power is restricted to bonds or other securities issued by the Governments of the United Kingdom or the United States of America.

Further information and application forms may be obtained from McInroy & Wood Portfolios Limited, Easter Alderston, Haddington, EH41 3SF. (Tel.+44 (0)1620 825867) or through the website www.mcinroy-wood.co.uk.

MANAGER'S INVESTMENT REPORT

At 31st October 2016, total net assets of the fund amounted to £604,793,420 compared with £509,787,873 six months earlier. There were 1,091 unitholders, excluding ISAs, with an average holding worth £530,249.

Markets

Global equity markets held up well over the six months to 31st October, in the face of considerable political upheavals, notably the UK's vote to leave the European Union and the US elections. The resulting strength of overseas currencies greatly enhanced the sterling value of overseas assets for UK investors.

The UK FTSE 100 index rose by 11% over the six months to 31st October, in part reflecting the large overseas content of UK company earnings. Elsewhere, advances in equity markets were more restrained; in local currency terms, Europe increased by 1%, while Japan and the USA both gained 3%. Emerging markets strengthened by 8% in US dollar terms. The movements of overseas markets are each measured by the MSCI indices. In sterling terms, the impact of currency movements is evident in the 21% rise in the overall MSCI All Country World index during the period.

Bond markets in the UK and USA were broadly flat over the period, although the price of long-dated UK government issues rose by around 10%.

As noted above, the value of sterling fell sharply against other major currencies following the 'Brexit' outcome of the June referendum. The pound declined by 13% against the euro and 16% against the US dollar.

Results

The price of Personal units in the fund at 31st October 2016 stood at £46.938, which represents a gain of 14% over the six months. The price of Legacy units stood at £46.036. Again, the main factor in this rise was the increase in value of overseas investments in the portfolio as a result of the weakness of sterling.

Dividend Distribution

A dividend distribution of 31.000p per unit is now being paid to holders of both unit classes, an increase of 3% on the corresponding payment a year ago. On current estimates, the distribution for the next six months to 30th April 2017 is expected to be somewhat higher than the corresponding payment for the year before.

MANAGER'S INVESTMENT REPORT

Portfolio Strategy

A 5% allocation to gold was added to the portfolio at the end of September, with an equivalent decrease in the bond allocation. This was achieved by using two securities backed by physical holdings of gold. The move is intended to gain some protection against central banks losing control of monetary policy, and to provide further diversification. Gold has traditionally been a global store of value, particularly when the global outlook is very uncertain.

At 31st October 2016, 60% of the portfolio was allocated to equities (62% at 30th April 2016), 33% to bonds (36%), 5% to gold (not held in April) and 2% (2%) to cash deposits.

Investments

Net new funds of £16.6 million were subscribed during the period. This money was used to increase existing positions. Holdings in Hong Kong & China Gas and Telekomunikasi Indonesia were sold. The new allocation to gold is represented by holdings of debt securities in ETFS Gold Bullion Securities and ETFS Physical Gold.

In local currency terms, Thai Beverage (+30%) and Spirax-Sarco (+29%) recorded the strongest gains during the period; it was a disappointing period for Keller Group (-23%) and Tractor Supply Company (-34%).

Within the bond allocation, some of the portfolio's dollar and sterling short-dated bonds matured. A new investment was made in a medium-dated, inflation-protected issue in the US.

Outlook

The UK's vote to leave the EU has left the outlook for the whole union very uncertain. Theresa May's government will have to choose between access to the single market and any refusal to accept the principle of the free movement of labour. A similar dilemma is evident between remaining in the European customs union or having the ability to negotiate bilateral trade deals with third parties. European leaders, too, will need to consider how far they will be prepared to compromise their positions in order to maintain close relations with a large trading partner. It may be some time before the ultimate impact of the referendum becomes apparent. Negotiations are likely to be complicated by elections in the Netherlands, Germany and France next year. These countries have their own local versions of the protectionist, nationalistic election platform that has already met with extraordinary success in the United States (and elsewhere).

MANAGER'S INVESTMENT REPORT

Outlook (continued)

The enduring implications of Donald Trump's victory in the US presidential election are difficult to assess. With no previous experience in public office, it is hard to ascertain how the inflammatory promises of his campaign will translate into practical policy. Many of his proposals appear to contradict previously held positions. Certainly, the implementation of protectionist trade barriers would be profoundly negative for global growth, although his conjectured programme of taxation cuts and infrastructure spending could stimulate the economy. He should at least find it easier to enact legislation than his predecessor, given Republican control over all three branches of government. Market confidence has remained higher than had been anticipated before the election, perhaps stimulated by hopes of a government spending spree. But it is far from certain that this will be implemented in its promised shape.

Meanwhile, US economic indicators are reasonably encouraging. Third quarter GDP rose by around 3%, productivity has rebounded strongly and unemployment remains low. Consumer spending has also been strong. Likewise, UK and European prospects look a little brighter, at least in the short term. Business sentiment has picked up and most forecasters have abandoned any expectations of a rapid slump into recession. Continued weakness of sterling should boost the profits of UK exporters, but it is also expected to increase inflation, as imports become more expensive. Real wage growth in the country may be undermined by this effect. Most of these statistics are by their nature backward-looking and the disruptive effect of 'Brexit' and Trump's election makes normal interpretation less certain. Economic resilience may prove more vulnerable than the markets appear to expect.

Developing regions could well suffer if Western economies turn inwards. The Mexican peso has weakened sharply in the face of Trump's electioneering rhetoric and subsequent triumph. Even without the US, the Trans-Pacific Partnership (agreed but not yet ratified) could provide new opportunities beyond traditionally dominant trading relationships and foster closer co-operation across different regions, from as far afield as Mexico and Vietnam. Recent developments in India have also been encouraging, notably the recent constitutional amendment relating to the Goods and Services Tax which has unified the country within a single customs market. This should hugely simplify interstate and nationwide trade. The Reserve Bank of India has slashed interest rates in order to boost growth, moving much more aggressively than would be possible in developed countries with zero or negative rates. Elsewhere, Brazil's new president has pledged a programme of pro-business reforms and more transparent government, even if implementation may prove unpopular and difficult in the short term. In China, on the other hand, there has been disappointingly slow progress in addressing some of the more obvious weaknesses in the economy. In particular, the government has shown little

MANAGER'S INVESTMENT REPORT

Outlook (continued)

appetite for unwinding the economy's reliance on debt financing, which is still increasing; borrowing has risen from approximately 150% of GDP in 2008 to more than 250% today.

The Japanese government also faces a heavy debt burden, but Prime Minister Abe has made some progress with reforms intended to boost the economy after an extended period of slow growth. If Abe's attempt to build some rapport with Donald Trump is unsuccessful, the country's focus may be forced to shift to the promotion of regional trade within Asia in an attempt to rekindle some economic momentum.

For now, monetary policy remains supportive of equity investment in most regions. In the eurozone and Japan, negative interest rates have been introduced and central banks are sustaining their policies of quantitative easing. Even in the USA, the Federal Reserve may well postpone a mooted rise in rates in the aftermath of the election result.

Equity market valuations continued to look stretched, at least by historical yardsticks, particularly at a time of relatively weak sales and profit growth. Until governments – particularly in Europe and the USA – provide some clarity about their intended policies, capital markets are likely to react nervously to any indicators suggesting that market confidence in positive outcomes is misplaced. In the face of such political uncertainty and differing economic circumstances, sensibly designed diversification remains central to the fund's strategy. This approach has been of great benefit to the portfolio in the past and should support expectations of a satisfactory return in the future.

9th December 2016

CAPITAL RECORD

Highest and lowest unit prices.

Accounting year (to 30 th April)	High		Low	
	<i>Legacy</i>	<i>Personal</i>	<i>Legacy</i>	<i>Personal</i>
2014	£38.123	£38.190	£34.944	£35.030
2015	£41.563	£42.049	£35.760	£36.087
2016	£41.533	£42.233	£36.768	£37.281
2017*	£47.068	£47.978	£39.712	£40.398

*Up to 31st October 2016 only.

INCOME RECORD

Accounting year (to 30 th April)	Per unit (net)	
	<i>Legacy</i>	<i>Personal</i>
2014	71.609p	71.768p
2015	73.487p	74.149p
2016	71.546p	72.566p
2017 (interim only)	31.000p	31.000p

NET ASSET VALUES

Date	Net asset value of fund	Net asset value per unit	Number of units
30.04.14 Legacy	£34,556,966	£36.331	951,171
30.04.14 Personal	£339,816,767	£36.577	9,290,379
30.04.15 Legacy	£31,329,238	£39.414	794,868
30.04.15 Personal	£420,428,244	£39.883	10,541,545
30.04.16 Legacy	£26,712,503	£40.053	666,932
30.04.16 Personal	£483,075,370	£40.734	11,859,360
31.10.16 Legacy	£27,231,678	£45.689	596,017
31.10.16 Personal	£573,561,742	£46.591	12,310,537

OPERATING CHARGES

Date	Annualised	
	<i>Legacy</i>	<i>Personal</i>
30.04.14	1.607%	1.108%
30.04.15	1.625%	1.126%
30.04.16	1.628%	1.128%
31.10.16	1.625%	1.125%

PORTFOLIO TURNOVER

Date	Annualised
30.04.14	6%
30.04.15	78%
30.04.16	68%
31.10.16	33%

PORTFOLIO STATEMENT

as at 31st October 2016 (unaudited)

INVESTMENTS	Holding or Nominal Value of positions at 31 st Oct. 2016	Bid Market Value £'000	Percentage of Value of total net assets 31 st Oct. 2016	30 th Apr. 2016
<i>Bonds</i>				
UK				
UK Treasury 1% 2017	£17,382,000	17,489	2.9	
UK Treasury 1.25% I-L 2017	£8,355,000	11,875	2.0	
UK Treasury 2.25% 2023	£14,568,000	15,895	2.6	
UK Treasury 2.75% 2024	£12,682,000	14,339	2.4	
UK Treasury 4.25% 2036	£11,405,000	16,044	2.7	
		<u>75,642</u>	<u>12.6</u>	<u>18.9</u>
USA				
US Treasury 0.125% I-L 2024	\$44,860,000	37,635	6.3	
US Treasury 0.125% 2026	\$37,710,000	31,110	5.2	
US Treasury 0.75% I-L 2042	\$14,472,000	12,714	2.1	
US Treasury 2% 2025	\$17,418,000	14,552	2.4	
US Treasury 2.25% 2024	\$17,147,000	14,613	2.5	
US Treasury 2.75% 2042	\$15,015,000	12,804	2.1	
		<u>123,428</u>	<u>20.6</u>	<u>17.3</u>
TOTAL BONDS		<u><u>199,070</u></u>	<u><u>33.2</u></u>	<u><u>36.2</u></u>
<i>Equities</i>				
UK				
Keller	781,992	5,317	0.9	
Land Securities	1,188,000	11,850	2.0	
Reckitt Benckiser	246,000	17,987	3.0	
Rio Tinto	391,950	11,127	1.9	
Rotork	3,077,830	6,279	1.0	
Spirax-Sarco Engineering	346,621	15,293	2.5	
		<u>67,853</u>	<u>11.3</u>	<u>12.4</u>
US				
Abbott Laboratories	391,000	12,570	2.1	
Becton Dickinson	89,200	12,268	2.1	
Church & Dwight	198,680	7,852	1.3	
Ecolab	83,900	7,842	1.3	
Mettler-Toledo	59,350	19,635	3.3	
O'Reilly Automotive	41,900	9,075	1.5	
Paychex	348,500	15,757	2.6	
Roper Industries	52,435	7,443	1.2	
RPM International	156,400	6,090	1.0	
Schlumberger	102,700	6,580	1.1	
Tractor Supply	110,560	5,671	1.0	
Watsco	79,320	8,919	1.5	
WW Grainger	43,000	7,330	1.2	
		<u>127,032</u>	<u>21.2</u>	<u>20.7</u>

PORTFOLIO STATEMENT

continued

<i>Equities (continued)</i>	Holding or Nominal Value of positions at 31 st Oct. 2016	Bid Market Value £'000	Percentage of Value of total net assets	
			31 st Oct. 2016	30 th Apr. 2016
FRANCE				
Essilor International	60,860	5,596	0.9	
Unibail-Rodamco	37,350	7,277	1.2	
		<u>12,873</u>	<u>2.1</u>	<u>2.4</u>
GERMANY				
Fielmann	97,400	5,533	0.9	
Fresenius Medical Care	173,950	11,604	1.9	
Fuchs Petrolub	401,000	12,963	2.2	
SAP	208,100	15,030	2.5	
		<u>45,130</u>	<u>7.5</u>	<u>7.2</u>
IRELAND				
Kerry 'A'	181,670	10,824	1.8	2.2
NETHERLANDS				
Boskalis Westminster	149,800	3,952	0.6	
Royal Dutch Shell 'B'	818,340	17,304	2.9	
		<u>21,256</u>	<u>3.5</u>	<u>3.7</u>
SWITZERLAND				
Sonova	69,000	7,584	1.3	1.2
AUSTRALIA				
ARB	589,011	6,259	1.0	1.0
JAPAN				
Shimano	47,600	6,663	1.1	
Sysmex	123,800	7,025	1.2	
		<u>13,688</u>	<u>2.3</u>	<u>2.1</u>

PORTFOLIO STATEMENT

continued

		Holding or Nominal Value of positions at 31 st Oct. 2016	Bid Market Value £'000	Percentage of Value of total net assets	
				31 st Oct. 2016	30 th Apr. 2016
<i>Equities (continued)</i>					
DEVELOPING MARKETS					
<i>Brazil</i>	Localiza Rent A Car	538,730	5,510	0.9	
<i>Hong Kong</i>	Vitasoy International	3,784,000	6,451	1.1	
<i>India</i>	Mahindra & Mahindra - GDR	188,020	3,011	0.5	
	Mahindra & Mahindra	139,000	2,238	0.4	
	Marico	2,016,000	6,962	1.2	
<i>Mexico</i>	Wal-Mart de Mexico	2,831,390	4,925	0.8	
<i>Portugal</i>	Jeronimo Martins	345,800	4,859	0.8	
<i>SAfrica</i>	MTN	312,600	2,205	0.4	
<i>Singapore</i>	Thai Beverage	12,054,000	6,810	1.1	
<i>Taiwan</i>	Giant Manufacturing	865,000	5,018	0.8	
			<u>47,989</u>	<u>8.0</u>	<u>8.8</u>
<i>TOTAL EQUITIES</i>			<u><u>360,488</u></u>	<u><u>60.0</u></u>	<u><u>61.7</u></u>
<i>Commodities</i>					
UK					
	ETFS Physical Gold	139,000	13,965	2.3	
	Gold Bullion Securities	140,000	13,873	2.3	
			<u>27,838</u>	<u>4.6</u>	<u>—</u>
<i>TOTAL COMMODITIES</i>			<u><u>27,838</u></u>	<u><u>4.6</u></u>	<u><u>—</u></u>
TOTAL INVESTMENTS			587,396	97.8	97.9
Net other assets			<u>13,397</u>	<u>2.2</u>	<u>2.1</u>
<i>TOTAL NET ASSETS</i>			<u><u>600,793</u></u>	<u><u>100.0</u></u>	<u><u>100.0</u></u>

Note: Unless otherwise stated, the above securities are admitted to official stock exchange listings or traded on a regulated market.

All debt securities in the portfolio at 31st October 2016 are investment grade.

SUMMARY OF ALL PORTFOLIO CHANGES

for the six months ended 31st October 2016 (unaudited)

	Cost £'000
Purchases	
99,340 Church & Dwight (<i>stock split</i>)	-
139,000 ETFS Physical Gold	13,744
140,000 Gold Bullion Securities	13,629
22,720,000 UK Treasury 1% 2017	22,932
2,135,000 UK Treasury 1.25% I-L 2017	3,002
32,350,000 UK Treasury 1.75% 2017	32,622
37,710,000 US Treasury 0.125% 2026	29,848
1,347,000 US Treasury 0.75% I-L 2042	984
1,082,000 US Treasury 2% 2025	793
TOTAL	<u>117,554</u>

	Proceeds £'000
Disposals	
1,743,468 Hong Kong & China Gas	2,214
29,500,000 Telekomunikasi Indonesia	5,293
19,025,000 UK Treasury 1% 2017	19,181
32,350,000 UK Treasury 1.75% 2017	32,510
29,530,000 UK Treasury Bill 0% 2016	29,530
21,000,000 US Treasury Bill 0% 2016	16,114
TOTAL	<u>104,842</u>

GENERAL INFORMATION

Authorisation

The Balanced Fund is an authorised unit trust scheme within the meaning of the Financial Services and Markets Act 2000 and is categorised as a UCITS scheme under the rules contained in the Collective Investment Schemes Sourcebook made by the Financial Conduct Authority.

McInroy & Wood Limited and its subsidiary, McInroy & Wood Portfolios Limited, are authorised and regulated by the Financial Conduct Authority.

Capital Gains Tax

Authorised unit trusts are exempt from capital gains tax on realised capital gains.

Applications

The minimum initial and subsequent investment in the Fund is £1,000. Regular monthly contributions may be made for a minimum of £100.

Data Protection

Unitholders' names will be added to a mailing list which may be used by the Manager, or its associate, to provide investors with information related to their investment, including occasional topical articles. Unitholders who would not like to receive such information can write to the Manager requesting their removal from any such mailing list.

A Word of Caution

You should remember that the price of units and the income from them may go down as well as up. Gains are not necessarily achieved in the short term. Exchange rate fluctuations may also cause the value of an investment to rise and fall. Investment in emerging markets can be subject to risk not normally associated with developed markets.

GENERAL INFORMATION

continued

Synthetic Risk and Reward Indicator (Volatility measure)

1	2	3	4	5	6	7
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Lower risk

Typically lower rewards

Higher risk

Typically higher rewards

Please note, the category stated above is the same for each class of unit within the fund.

This indicator shows how much a fund's price has risen and fallen in the past and therefore how much its returns have varied: it is a measure of the fund's volatility. The higher the past volatility, the higher the number on the scale. The lowest number on the scale does not mean that a fund is risk free.

This indicator is prescribed by EU reporting guidelines and is based on historical data. It should not be used as an indicator of the fund's future risk profile. The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

STATEMENT OF THE MANAGER'S RESPONSIBILITIES

The Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority (“the Rules”) requires the Manager to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the fund and of its net revenue and the net capital gains on the property of the fund for the year. In preparing the financial statements the Manager is required to:

- Select suitable accounting policies and then apply them consistently.
- Comply with the disclosure requirements of the Statement of Recommended Practice relating to Authorised Funds issued by the IMA in May 2014.
- Follow generally accepted accounting principles and applicable accounting standards.
- Prepare the accounts on the basis that the fund will continue in operation unless it is inappropriate to do so.
- Keep proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements.

The Manager is responsible for the management of the fund in accordance with its Trust Deed, Prospectus and the Rules, and for taking reasonable steps for the prevention and detection of fraud, error and non-compliance with law or regulations.

The maintenance and integrity of the McInroy & Wood website is the responsibility of the Authorised Fund Manager.

DIRECTORS' STATEMENT

In accordance with the requirements of the rules in the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority, we hereby certify the Report and Financial Statements of the fund on behalf of the Directors of McInroy & Wood Portfolios Limited.

T A U Wood
Director

J C McAulay
Director

Haddington, 9th December 2016

STATEMENT OF TOTAL RETURN

for the six months ended 31st October 2016 (unaudited)

	Notes	Six months ended 31 st Oct. 2016		Six months ended 31 st Oct. 2015	
		£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)			74,631		(13,133)
Revenue	2	6,622		5,736	
Expenses	3	<u>(3,307)</u>		<u>(2,624)</u>	
Net revenue before taxation		3,315		3,112	
Taxation	4	<u>(256)</u>		<u>(362)</u>	
Net revenue after taxation			<u>3,059</u>		<u>2,750</u>
Total return before distributions			77,690		(10,383)
Distributions			<u>(3,880)</u>		<u>(3,438)</u>
Change in net assets attributable to unitholders from investment activities			<u>73,810</u>		<u>(13,821)</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the six months ended 31st October 2016 (unaudited)

		Six months ended 31 st Oct. 2016		Six months ended 31 st Oct. 2015	
		£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders			509,788		451,757
Amounts receivable on creation of units		26,172		24,599	
Amounts payable on cancellation of units		<u>(8,977)</u>		<u>(5,623)</u>	
			17,195		18,976
Change in net assets attributable to unitholders from investment activities			<u>73,810</u>		<u>(13,821)</u>
Closing net assets attributable to unitholders			<u>600,793</u>		<u>456,912</u>

The opening net assets for the current period do not equal the closing net assets for the comparative period as the above table relates to six month interim periods only.

BALANCE SHEET

as at 31st October 2016 (unaudited)

	31 st Oct. 2016		30 th April 2016	
	£'000	£'000	£'000	£'000
ASSETS:				
Fixed assets				
Investments		587,396		499,124
Current assets				
Debtors	3,761		6,684	
Cash & bank balances	14,315		11,498	
	<u> </u>		<u> </u>	
Total other assets		18,076		18,182
		<u> </u>		<u> </u>
Total assets		605,472		517,306
		<u> </u>		<u> </u>
LIABILITIES:				
Creditors				
Distribution payable	(4,001)		(5,325)	
Other creditors	(678)		(2,193)	
	<u> </u>		<u> </u>	
Total liabilities		(4,679)		(7,518)
		<u> </u>		<u> </u>
Net assets attributable to unitholders		600,793		509,788
		<u> </u>		<u> </u>

NOTES TO THE FINANCIAL STATEMENTS

as at 31st October 2016 (unaudited)

1. Accounting policies

The Interim Financial Statements have been prepared in accordance with accounting policies set out in the most recent Annual Financial Statements.

2. Revenue

	Six months ended 31 st Oct. 2016 £'000	Six months ended 31 st Oct. 2015 £'000
Dividends on overseas equities	3,275	2,759
Dividends on UK equities	1,188	1,339
Interest on bank deposits	—	1
Interest on overseas interest-bearing securities	521	471
Interest on UK interest-bearing securities	1,406	892
Property income distributions	232	274
Total revenue	<u>6,622</u>	<u>5,736</u>

3. Expenses

	Six months ended 31 st Oct. 2016 £'000	Six months ended 31 st Oct. 2015 £'000
Payable to the Manager, associates of the Manager and agents of either of them:		
- Manager's periodic charge	2,960	2,352
- Transfer agency fee	162	141
Payable to the Trustee, associates of the Trustee and agents of either of them:		
- Trustee's fee	44	33
- Safe custody fee	70	61
Other expenses:		
- Audit fee	7	4
- French withholding tax recovery fee	13	—
- Fund accounting fee	23	18
- Legal and Professional fees	16	5
- Sundry expenses*	12	10
Total expenses	<u>3,307</u>	<u>2,624</u>

*Includes accounts printing and postage, tax computation fees and other fees.

NOTES TO THE FINANCIAL STATEMENTS

continued

4. Taxation

Analysis of tax charge

French withholding tax received	—	(1)
French withholding tax recoverable	(181)	—
Overseas withholding tax	437	363
	<u>256</u>	<u>362</u>

5. Currency and interest rate profile

Currency	31 st Oct. 2016	30 th Apr. 2016
	%	%
US Dollar	46.9	38.7
UK Sterling	28.8	36.1
Euro	13.0	13.4
Japanese Yen	2.3	2.0
Indian Rupee	1.5	1.4
Swiss Franc	1.3	1.3
Hong Kong Dollar	1.1	1.4
Singapore Dollar	1.1	0.9
Brazilian Real	0.9	0.7
Australian Dollar	1.1	1.0
Mexican Peso	0.8	0.9
Taiwan Dollar	0.8	0.7
South African Rand	0.4	0.4
Indonesian Rupiah	—	1.1
	<u>100.0</u>	<u>100.0</u>

Fixed rate Interest

	Weighted average rates		Weighted average maturity	
	31 st Oct. 2016	30 th Apr. 2016	31 st Oct. 2016	30 th Apr. 2016
UK Sterling	1.95%	1.46%	7 years	6 years
US Dollar	0.91%	1.00%	12 years	11 years

DISTRIBUTION TABLES

**in pence per unit
for the six months ended 31st October 2016 (unaudited)**

INTERIM DISTRIBUTION

Group 1 - Units purchased prior to 1st May 2016

Group 2 - Units purchased 1st May 2016 to 31st October 2016

	Unit Class	Net income	Equalisation*	Amount payable 30.12.16
Group 1	<i>Legacy</i>	31.000	—	31.000
Group 2	<i>Legacy</i>	16.299	14.701	31.000
Group 1	<i>Personal</i>	31.000	—	31.000
Group 2	<i>Personal</i>	5.591	25.409	31.000

*Income arises throughout each reporting period. Equalisation is the average amount of income included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital it is not liable to income tax. Instead, it must be deducted from the cost of units for capital gains purposes.

DISTRIBUTION SUMMARY

**in pence per unit
for the six months ended 31st October 2016 (unaudited)**

	Six months to 31 st Oct. 2016		Year to 30 th April 2016	
	<i>Personal</i>	<i>Legacy</i>	<i>Personal</i>	<i>Legacy</i>
Interim payable/paid	31.000	31.000	30.000	30.000
Final paid	—	—	42.566	41.546
	<u>31.000</u>	<u>31.000</u>	<u>72.566</u>	<u>71.546</u>

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