



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 2015

CONTENTS

AUTHORISED FUND MANAGER'S REPORT*

	Page
Introduction	2
Manager's Investment Report	3-5
Net Asset Value per unit and Comparative Tables	6
Portfolio Statement	7-9
Summary of All Portfolio Changes	10-11
General Information	12-13
Statement of the Manager's Responsibilities and Directors' Statement	14
Statement of the Trustee's Responsibilities	15

FINANCIAL STATEMENTS

Statement of Total Return and Statement of Change in Net Assets Attributable to Unitholders	16
Balance Sheet	17
Notes to the Financial Statements	18-20
Distribution Tables	21

**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 principal investment objective of the fund is to maximise the total return to unitholders with an equal emphasis on the generation of income and on capital growth.

The fund may invest in any geographical areas and any economic sectors.

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 2015, total net assets of the fund amounted to £456,912,336 compared with £451,757,482 six months before. There were 1,058 unitholders, excluding ISAs, with an average holding worth £395,025.

Markets

Global equity markets were weak over the six months to 31st October 2015, as worries over growth prospects for the world economy resurfaced. While economic recovery continued in the USA and UK, apprehension grew over the potential impact of a slowdown in developing economies, particularly in China.

The UK FTSE 100 Index fell 9% over the six months to 31st October. In local currency terms, Europe declined 6%, while weakness in Japan and the USA was less pronounced, receding 3% and 1% respectively. Emerging markets also lost ground, falling 19% in US dollar terms. The movements of overseas markets are each measured by the MSCI indices. In sterling terms, the overall MSCI All Country World index ended the period down 6%.

Bond markets in the UK and USA were broadly flat over the period, although longer-dated inflation-protected US government issues fell 6%.

Sterling gained ground against other major currencies, rising 1% against the dollar and 3% against the euro.

Results

The price of Personal units in the fund at 31st October 2015 stood at £39.104, which represents a fall of 3% from the level of the unit price at 30th April. The price of Legacy units stood at £38.548. This reflected the general weakness in equity markets, although the portfolio was partially protected by its allocation to bonds.

Dividend Distribution

A dividend distribution of 30.000p per unit is now being paid to holders of both unit classes, the same as the equivalent payment a year ago. On current estimates, the distribution for the next six months to 30th April 2016 is expected to be somewhat lower than the corresponding payment for the year before.

Portfolio Strategy

The portfolio's equity allocation was reduced by 10% in early October, with an equivalent increase in the bond allocation. This adjustment reflected concerns about excessive valuations in equity markets in the context of slowing global growth.

At 31st October 2015, 61% of the portfolio was allocated to equities (70% at 30th April 2015), 38% to bonds (29%), and 1% (1%) to cash deposits.

MANAGER'S INVESTMENT REPORT

Investments

Net new funds of £19 million were subscribed during the period, and these were used to increase existing positions. As part of the reduction in the portfolio's equity content, the holdings in Majestic Wine, RPS Group, Donaldson Company and Weg were sold.

In local currency terms, O'Reilly Automotive (+27%) and Walmart de Mexico (+21%) recorded the strongest gains during the period; it was a disappointing period for MTN Group (-34%) and Localiza Rent a Car (-26%).

Within the bond allocation, a UK short-dated, inflation-protected bond matured. New investments were made in short-dated conventional issues in the US and UK.

Outlook

The overall economic outlook is somewhat mixed at present, and the OECD has cut its forecast for global growth next year to below 3%. Nevertheless there are some encouraging signs in the UK. Unemployment here remains low at 5.3% and the proportion of the population in work stands at its highest level since records began in 1971. Wages excluding bonuses are growing at 2.9%, the fastest rate since 2009. With minimal inflation or even deflation, this should translate into increased consumer spending power. Productivity statistics have improved but remain stubbornly below those of other members in the G7 (with the exception of Japan) and the UK's own pre-crisis levels. More worryingly, manufacturing output fell for the first time in two years in October, showing particular declines in export orders.

The picture in the USA is similar. Household spending has picked up and unemployment has fallen to 5.0%, but wage growth of only 2.2% suggests that there is still some hidden slack in the economy. A rise in interest rates is clearly on the agenda of the US Federal Reserve, but with inflation remaining extremely low, increases are likely to be gradual. Meanwhile, the 2016 presidential election is injecting some uncertainty into economic policy as candidates announce new initiatives, and some extreme views, to differentiate themselves in a crowded arena.

Recovery in Europe continues, although it remains tepid. Growth of 1.8% is forecast for the currency zone in 2016. The longer-term consequences of terrorist atrocities in France are not clear at this stage but could throw into doubt parts of the European accord. Early indications suggest that the erstwhile sacrosanct Schengen Agreement will face scrutiny. That uncertainty, alongside nervousness about the outcome of the European referendum in Britain, could dampen confidence. However, the European Central Bank has made it clear that it is prepared to extend the policy of quantitative easing to combat strong deflationary forces across the Eurozone, recently highlighted by an Italian government bond issue with negative interest rates.

MANAGER'S INVESTMENT REPORT

Outlook (continued)

Emerging markets may remain turbulent in the short term. China has been a particular focus of concern but slowing growth there has been anticipated for some time. This should perhaps be seen as an inevitable corollary of the difficult transition from an unbalanced investment-led economy to a more stable consumer-based one. Annual retail sales growth running at 11% provides some grounds for hope that this can be achieved, and the country's medium-term prospects still seem to be on track. However the International Monetary Fund has warned that all developing nations should brace themselves for the possibility of damaging corporate defaults when US interest rates eventually rise. In such an environment, genuine market-based reform becomes more critical than ever. Those countries seriously addressing structural issues are beginning to see the benefits; others still face potentially intractable political and economic challenges.

Looking ahead, there are clearly grounds for caution and any further turbulence in capital markets could crystallize problem areas. Given a rather more doubtful outlook for corporate profits and heightened geo-political worries, the equity allocation will continue to be closely monitored. Valuations do not appear to discount fully the perceived risks. However, the world is not in recession and there are still good long term investment opportunities available. In present conditions, the need for a flexible approach and a broadly diversified portfolio has become ever more apparent.

11th December 2015

CAPITAL RECORD

Highest and lowest unit prices.

Accounting year (to 30th April)	High		Low	
	<i>Legacy</i>	<i>Personal</i>	<i>Legacy</i>	<i>Personal</i>
2011	£32.562	—	£27.493	—
2012	£33.569	—	£29.437	—
2013	£37.388	£37.424	£31.456	£34.169
2014	£38.123	£38.190	£34.944	£35.030
2015	£41.563	£42.049	£35.760	£36.087
2016*	£40.268	£40.763	£36.768	£37.281

*Up to 31st October 2015 only.

INCOME RECORD

Accounting year (to 30 th April)	Per unit (net)	
	<i>Legacy</i>	<i>Personal</i>
2011	56.301p	—
2012	62.813p	—
2013	66.629p	37.141p
2014	71.609p	71.768p
2015	73.487p	74.149p
2016 (interim only)	30.000p	30.000p

NET ASSET VALUES

Date	Net asset value of fund	Net asset value per unit	Number of units
30.04.13 Legacy	£50,577,901	£36.516	1,385,080
30.04.13 Personal	£244,871,019	£36.573	6,695,484
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
31.10.15 Legacy	£28,234,407	£38.121	740,662
31.10.15 Personal	£428,677,929	£38.675	11,084,049

OPERATING CHARGES

Date	Annualised	
	<i>Legacy</i>	<i>Personal</i>
30.04.11	1.568%	—
30.04.12	1.559%	—
30.04.13	1.566%	1.066%
30.04.14	1.607%	1.108%
30.04.15	1.625%	1.126%
31.10.15	1.626%	1.126%

PORTFOLIO TURNOVER

Date	Annualised
30.04.11	28%
30.04.12	22%
30.04.13	3%
30.04.14	6%
30.04.15	78%
31.10.15	46%

PORTFOLIO STATEMENT

as at 31st October 2015 (unaudited)

INVESTMENTS	Holding or Nominal Value of positions at 31 st Oct. 2015	Bid Market Value £'000	Percentage of Value of total net assets 31 st Oct. 2015	30 th Apr. 2015
<i>Bonds</i>				
UK				
UK Treasury 1% 2017	£13,687,000	13,774	3.0	
UK Treasury 1.25% I-L 2017	£6,220,000	8,794	1.9	
UK Treasury 2.25% 2023	£13,143,000	13,659	3.0	
UK Treasury 2.75% 2024	£12,682,000	13,637	3.0	
UK Treasury 4.25% 2036	£10,250,000	13,067	2.9	
UK Treasury Bill 0% 2016	£29,530,000	29,503	6.5	
		<u>92,434</u>	<u>20.3</u>	<u>15.8</u>
USA				
US Treasury 0.125% I-L 2024	\$14,514,000	9,051	2.0	
US Treasury 0.75% I-L 2042	\$13,125,000	8,047	1.8	
US Treasury 2% 2025	\$24,743,000	15,843	3.5	
US Treasury 2.25% 2024	\$25,347,000	16,594	3.6	
US Treasury 2.75% 2042	\$15,015,000	9,438	2.1	
US Treasury Bill 0% 2015	\$32,553,000	21,076	4.6	
		<u>80,049</u>	<u>17.6</u>	<u>12.7</u>
TOTAL BONDS		<u><u>172,483</u></u>	<u><u>37.9</u></u>	<u><u>28.5</u></u>
<i>Equities</i>				
UK				
Keller	781,992	6,377	1.4	
Land Securities	960,000	12,854	2.8	
Reckitt Benckiser	217,000	13,764	3.0	
Rio Tinto	298,950	7,051	1.5	
Rotork	2,470,000	4,629	1.0	
Royal Dutch Shell 'B'	631,640	10,735	2.3	
Spirax-Sarco Engineering	301,821	9,172	2.0	
		<u>64,582</u>	<u>14.0</u>	<u>13.8</u>
US				
Abbott Laboratories	391,000	11,337	2.5	
Becton Dickinson	78,425	7,237	1.6	
Church & Dwight	99,340	5,536	1.2	
Ecolab	77,160	6,013	1.3	
Mettler-Toledo	57,000	11,466	2.5	
O'Reilly Automotive	37,330	6,674	1.5	
Paychex	333,000	11,119	2.4	
Roper Industries	52,435	6,326	1.4	
RPM International	156,400	4,628	1.0	
Schlumberger	92,040	4,658	1.0	
Tractor Supply	97,260	5,818	1.3	
Watsco	79,320	6,319	1.4	
WW Grainger	43,000	5,843	1.3	
		<u>92,974</u>	<u>20.4</u>	<u>22.6</u>

PORTFOLIO STATEMENT

continued

<i>Equities (continued)</i>	Holding or Nominal Value of positions at 31 st Oct. 2015	Bid Market Value £'000	Percentage of Value of total net assets	
			31 st Oct. 2015	30 th Apr. 2015
FRANCE				
Essilor International	54,880	4,695	1.0	
Unibail-Rodamco	34,500	6,268	1.4	
		<u>10,963</u>	<u>2.4</u>	<u>2.7</u>
GERMANY				
Fielmann	97,400	4,423	1.0	
Fresenius Medical Care	165,300	9,673	2.1	
Fuchs Petrolub	401,000	10,731	2.3	
SAP	208,100	10,662	2.3	
		<u>35,489</u>	<u>7.7</u>	<u>8.6</u>
IRELAND				
Kerry 'A'	181,670	9,551	2.1	2.5
NETHERLANDS				
Boskalis Westminster	149,800	4,737	1.0	3.8
SWITZERLAND				
Sonova	69,000	6,119	1.3	2.2
AUSTRALIA				
ARB	589,011	4,024	0.9	0.8
JAPAN				
Shimano	47,600	4,896	1.1	
Systemex	123,800	4,630	1.0	
		<u>9,526</u>	<u>2.1</u>	<u>2.1</u>

PORTFOLIO STATEMENT

continued

		Holding or Nominal Value of positions at 31 st Oct. 2015	Bid Market Value £'000	Percentage of Value of total net assets 31 st Oct. 2015	30 th Apr. 2015
<i>Equities (continued)</i>					
DEVELOPING MARKETS					
<i>Brazil</i>	Localiza Rent A Car	538,730	2,341	0.5	
<i>Hong Kong</i>	Hong Kong & China Gas	3,076,865	4,051	0.9	
	Vitasoy International	3,784,000	4,085	0.9	
<i>India</i>	Mahindra & Mahindra	139,000	1,623	0.4	
	Mahindra & Mahindra-GDR	188,020	2,204	0.5	
	Marico	1,008,000	3,858	0.8	
<i>Indonesia</i>	Telekomunikasi Indonesia 'B'	29,500,000	3,740	0.8	
<i>Mexico</i>	Wal-Mart de Mexico	2,831,390	4,847	1.1	
<i>Portugal</i>	Jeronimo Martins	345,800	3,157	0.7	
<i>S.Africa</i>	MTN	312,600	2,313	0.5	
<i>Singapore</i>	Thai Beverage	12,054,000	3,762	0.8	
<i>Taiwan</i>	Giant Manufacturing	865,000	4,227	0.9	
			<u>40,208</u>	<u>8.8</u>	<u>11.3</u>
TOTAL EQUITIES			<u>278,173</u>	<u>60.7</u>	<u>70.4</u>
TOTAL INVESTMENTS			450,656	98.6	98.9
Net other assets			<u>6,256</u>	<u>1.4</u>	<u>1.1</u>
TOTAL NET ASSETS			<u><u>456,912</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 2015 are investment grade.

SUMMARY OF ALL PORTFOLIO CHANGES

for the six months ended 31st October 2015 (unaudited)

	Cost £'000
Purchases	
8,425 Becton Dickinson	745
18,680 Ecolab	1,269
21,000 Fuchs Petrolub	507
157,327 Giant Manufacturing	761
279,715 Hong Kong & China Gas (<i>bonus issue</i>)	—
55,730 Localiza Rent A Car	298
93,510 Rio Tinto	2,312
10,015 Roper Industries	1,049
2,470,000 Rotork (<i>stock split</i>)	—
128,640 Royal Dutch Shell 'B'	2,305
15,830 RPM International	495
9,080 Schlumberger	494
5,600 Sonova	499
301,821 Spirax-Sarco Engineering (<i>spin off issue</i>)	—
9,860 Tractor Supply	528
384,000 UK Treasury 2.25% 2023	398
8,858,000 UK Treasury Bill 0% 2015	8,849
29,530,000 UK Treasury Bill 0% 2016	29,498
32,553,000 US Treasury 0% 2015	21,129
665,000 US Treasury 0.125% I-L 2024	424
1,160,000 US Treasury 2% 2025	745
1,920,000 US Treasury 2.25% 2024	1,249
1,814,000 US Treasury 2.75% 2042	1,123
317,530 Wal-Mart de Mexico	452
5,110 Watsco	390
143,250 WEG	418
TOTAL	<u>75,937</u>

SUMMARY OF ALL PORTFOLIO CHANGES

continued

Sales		Proceeds £'000
29,000	Abbott Laboratories	761
46,000	Boskalis Westminster	1,325
364,730	Donaldson	6,592
22,120	Essilor International	1,775
42,600	Fielmann	1,917
43,700	Fresenius Medical Care	2,253
210,200	Jeronimo Martins	1,855
51,700	Kerry 'A'	2,547
571,432	Majestic Wine	2,224
92,000	Marico	371
6,100	Mettler-Toledo	1,130
247,000	Rotork (<i>stock split</i>)	—
2,543,000	RPS	5,808
29,600	SAP	1,267
45,600	Sonova	3,833
313,000	Spirax-Sarco Engineering (<i>spin off issue</i>)	—
21,200	Sysmex	745
8,858,000	UK Treasury Bill 0% 2015	8,858
8,860,000	UK Treasury Bill 0% 2015	8,860
556,000	Vitasoy International	539
1,239,250	WEG	3,098
26,000	WW Grainger	3,604
	TOTAL	<u>59,362</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.

Income Tax

All income distributions carry a notional tax credit of 10%. A UK basic rate taxpayer has no further liability in respect of this income but is unable to reclaim the tax.

Capital Gains Tax

Authorised unit trusts are exempt from corporation 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 Investment Association 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, 11th December 2015

STATEMENT OF THE TRUSTEE'S RESPONSIBILITIES

The Trustee is responsible for the safekeeping of all the property of the Trust (other than tangible moveable property) which is entrusted to it and for the collection of income that arises from that property.

It is the duty of the Trustee to take reasonable care to ensure that the Trust is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook ("COLL"), the Trust Deed and Prospectus, in relation to the pricing of, and dealings in, units in the Trust; the application of income of the Trust; and the investment and borrowing powers and restrictions applicable to the Trust.

STATEMENT OF TOTAL RETURN

for the six months ended 31st October 2015 (unaudited)

	Notes	Six months ended 31 st Oct. 2015		Six months ended 31 st Oct. 2014	
		£'000	£'000	£'000	£'000
Income					
Net capital (losses)/gains			(13,133)		15,278
Revenue	2	5,736		5,298	
Expenses	3	<u>(2,624)</u>		<u>(2,322)</u>	
Net revenue before taxation		3,112		2,976	
Taxation	4	<u>(362)</u>		<u>(404)</u>	
Net revenue after taxation			<u>2,750</u>		<u>2,572</u>
Total return before distributions			(10,383)		17,850
Distributions			<u>(3,438)</u>		<u>(3,117)</u>
Change in net assets attributable to unitholders from investment activities			<u>(13,821)</u>		<u>14,733</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the six months ended 31st October 2015 (unaudited)

	Six months ended 31 st Oct. 2015		Six months ended 31 st Oct. 2014	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		451,757		374,374
Amounts receivable on creation of units	24,599		43,161	
Amounts payable on cancellation of units	<u>(5,623)</u>		<u>(11,349)</u>	
		18,976		31,812
Change in net assets attributable to unitholders from investment activities		<u>(13,821)</u>		<u>14,733</u>
Closing net assets attributable to unitholders		<u>456,912</u>		<u>420,919</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 2015 (unaudited)

	31 st Oct. 2015		30 th April 2015	
	£'000	£'000	£'000	£'000
ASSETS:				
Fixed assets				
Investments		450,656		446,819
Current assets				
Debtors	1,792		2,150	
Cash & bank balances	8,662		8,512	
	<u> </u>		<u> </u>	
Total other assets		10,454		10,662
		<u> </u>		<u> </u>
Total assets		461,110		457,481
		<u> </u>		<u> </u>
LIABILITIES:				
Creditors				
Distribution payable	(3,547)		(5,000)	
Other creditors	(651)		(724)	
	<u> </u>		<u> </u>	
Total liabilities		(4,198)		(5,724)
		<u> </u>		<u> </u>
Net assets attributable to unitholders		456,912		451,757
		<u> </u>		<u> </u>

NOTES TO THE FINANCIAL STATEMENTS

as at 31st October 2015 (unaudited)

1. Accounting policies

The financial statements have been prepared on a going concern basis in accordance with FRS 102 and the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued by the IMA (now known as the Investment Association) in May 2014 (the "SORP").

In applying UK GAAP, the financial statements have been prepared in compliance with FRS 102 as adopted for the first time. As a result the presentation and disclosure of various statements have been updated. The net total return and the net assets attributable to unitholders remain unchanged.

All other accounting policies used to prepare the interim financial statements are as per the audited financial statements for the year ended 30th April 2015.

2. Revenue

	Six months ended 31 st Oct. 2015 £'000	Six months ended 31 st Oct. 2014 £'000
Dividends on overseas equities	2,759	3,481
Dividends on UK equities	1,339	1,020
Interest on bank deposits	1	—
Interest on overseas interest-bearing securities	471	149
Interest on UK interest-bearing securities	892	549
Property income distributions	274	99
Total revenue	<u>5,736</u>	<u>5,298</u>

NOTES TO THE FINANCIAL STATEMENTS

continued

3. Expenses

	Six months ended 31 st Oct. 2015 £'000	Six months ended 31 st Oct. 2014 £'000
Payable to the Manager, associates of the Manager and agents of either of them:		
- Manager's periodic charge	2,352	2,099
- Registrar's fee	—	10
- Transfer agency fee	141	81
Payable to the Trustee, associates of the Trustee and agents of either of them:		
- Trustee's fee	33	29
- Safe custody fee	61	67
Other expenses:		
- Accounts printing and postage	2	1
- Administration fee	18	18
- ADR commission charges	—	4
- Audit fee	4	4
- FT listing fees	1	2
- Professional fees	5	2
- Sundry expenses	5	4
- Taxation advice	2	1
Total expenses	<u>2,624</u>	<u>2,322</u>

4. Taxation

Analysis of tax charge

French withholding tax received	(1)	(1)
Overseas withholding tax	363	405
	<u>362</u>	<u>404</u>

NOTES TO THE FINANCIAL STATEMENTS

continued

5. Currency and interest rate profile

Currency	31 st Oct. 2015	30 th Apr. 2015
	%	%
US Dollar	38.4	35.9
UK Sterling	35.6	32.8
Euro	14.0	16.5
Japanese Yen	2.1	2.1
Hong Kong Dollar	1.8	2.1
Swiss Franc	1.4	2.2
Indian Rupee	1.2	1.4
Mexican Peso	1.1	0.9
Australian Dollar	0.9	0.8
Taiwanese Dollar	0.9	0.9
Indonesian Rupiah	0.8	0.9
Singaporean Dollar	0.8	0.9
Brazilian Real	0.5	1.7
South African Rand	0.5	0.9
	<u>100.00</u>	<u>100.0</u>

Fixed rate Interest

	Weighted average rates		Weighted average maturity	
	31 st Oct. 2015	30 th Apr. 2015	31 st Oct. 2015	30 th Apr. 2015
UK Sterling	1.40%	1.83%	6 years	8 years
US Dollar	1.29%	1.68%	11 years	15 years

DISTRIBUTION TABLES

**in pence per unit
for the six months ended 31st October 2015 (unaudited)**

INTERIM DISTRIBUTION

Group 1 - Units purchased prior to 1st May 2015

Group 2 - Units purchased 1st May 2015 to 31st October 2015

	Unit Class	Net income*	Equalisation**	Amount payable 31.12.15
Group 1	<i>Legacy</i>	30.000	—	30.000
Group 2	<i>Legacy</i>	12.859	17.141	30.000
Group 1	<i>Personal</i>	30.000	—	30.000
Group 2	<i>Personal</i>	8.017	21.983	30.000

*Income rate is net of 10% notional tax credit.

**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 2015 (unaudited)**

	Six months to 31 st Oct. 2015 net rate		Year to 30 th April 2015 net rate	
	<i>Personal</i>	<i>Legacy</i>	<i>Personal</i>	<i>Legacy</i>
Interim payable/paid	30.000	30.000	30.000	30.000
Final paid	—	—	44.149	43.487
	<u>30.000</u>	<u>30.000</u>	<u>74.149</u>	<u>73.487</u>

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