



# McInroy & Wood

PERSONAL INVESTMENT MANAGERS

## EMERGING MARKETS FUND

*A pooled management service for private clients*

## INTERIM REPORT AND FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30<sup>TH</sup> SEPTEMBER 2017

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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 Emerging Markets 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 Emerging Markets Fund is to grow the real value of investors' capital and income. Investments will primarily be in companies operating or incorporated in developing countries. An equal emphasis will be placed on the generation of income and on capital growth.

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

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

## MANAGER'S INVESTMENT REPORT

At 30<sup>th</sup> September 2017, the total net assets of the fund amounted to £66,065,921 compared with £61,622,969 at 31<sup>st</sup> March 2017. There was a net investment inflow of £4,517,580 into the fund over the six months. At 30<sup>th</sup> September, there were 246 investors (excluding ISA holders), each with an average holding worth £256,637.

### Markets

Over the six months to 30<sup>th</sup> September, developing economies were boosted by increasing confidence in the progress of the global economy. At the same time, fears about the speed and severity of US interest rate rises receded. Emerging markets rose by 5% in sterling terms as measured by the MSCI Emerging Markets Index. Underlying market gains in local currency were dampened by the strength of sterling. Hong Kong and Brazil were two of the strongest performing markets currently represented in the fund, both rising 14% in local currency terms. The former benefited from the continuing momentum of Chinese economic growth, and President Trump's relatively cautious approach to relations with the country. The Brazilian economy has emerged from a deep recession, and investors have also been heartened by the government's reformist agenda.

In foreign exchange markets, most emerging market currencies fell against sterling. US dollar-related currencies fell by 7%. The South African rand, the Brazilian real and the Indian rupee all fell by 8%.

### Results

The price of units in the fund at 30<sup>th</sup> September 2017 stood at £21.047, 1% below the level of the unit price six months before. The portfolio has very little exposure to the technology companies, which led most markets during the period, as many of their valuations look excessively optimistic.

### Dividend Distribution

A dividend distribution of 14.000p per unit is now being paid to unitholders, unchanged from the corresponding figure from last year. The fund will operate with a period end of 28<sup>th</sup> February from 2018, and the final distribution will be brought forward to 30<sup>th</sup> April. As a consequence of the shortened reporting period, the income earned by the fund is expected to reduce slightly, leading to a marginally lower final dividend for this year compared to last.

## MANAGER'S INVESTMENT REPORT

### Portfolio Strategy

The portfolio remains broadly diversified by geography and market. At 30<sup>th</sup> September, the regional distribution of the portfolio's investments was 59% in Asia (66% on 31<sup>st</sup> March 2017), 5% in Africa (3%), 7% in Central and Eastern Europe (6%), 24% in Latin America (21%) and 5% in cash (4%).

### Investment

As part of a strategic initiative to invest in so-called 'frontier' economies, new positions were established in East Africa Breweries and EDITA Food Industries. East African Breweries is the dominant brewery in Kenya, with businesses elsewhere in East Africa. EDITA is a leading branded consumer foods company in Egypt. Holdings were also acquired in Compton Greaves Consumer Electrical (India) and Ginko International (Taiwan). Posco, Lotte Shopping and Larsen & Toubro were sold.

During the period, the strongest performing stocks were Kroton Educacional (+51%) and Localiza Rent a Car (+47%), measured in local currencies. By contrast, Perusahaan Gas (-38%) and Giant Manufacturing (-21%) lost ground. At 30<sup>th</sup> September 2017, there were 46 holdings in the portfolio.

### Outlook

Perhaps the most promising trend favouring investment in developing economies has been the widespread implementation of reform programmes to boost growth and productivity. Entrenched local interests may resist individual measures, but there is a broad political impetus in this direction across many different countries. Of course this encouraging picture would be endangered if there was a sharp deterioration in international relations, particularly in the event of military conflict on the Korean peninsula.

Meanwhile strong global growth also provides a favourable background, and many emerging economies are growing more quickly than their developed counterparts. This has been reinforced by interest rate cuts from a number of the central banks, notably India and Brazil, and Mexico may start to cut rates soon. Lower borrowing costs for companies should further stimulate investment spending and consumption.

Prospects for China seem positive following the conclusion of the Communist Party's National Congress. Premier Xi's power over the party looks secure. Debt levels remain high, but the People's Bank of China gradually raised interest rates over the last six months, and is trying to move lending away from the shadow banking system into better regulated channels. The country's reliance on exports for growth is slowly being reduced, as the importance of consumption to the overall economy increases. This shift is likely to continue which bodes well for China's regional trading partners in South East Asia.

## MANAGER'S INVESTMENT REPORT

### Outlook continued

One such country is the Philippines, which is already enjoying the strongest economic growth in South East Asia. A pick-up in exports to China would ease the country's large trade deficit and provide some welcome support to a depreciating currency. Although President Duterte's violent and contentious war on drugs has become increasingly unpopular with the electorate, he does seem likely to shift his focus to an agenda of domestic reform which should provide a further boost to the long-term growth of the country.

In India, President Modi has introduced an important tax reform in the shape of a unified Goods and Services tax. This has the potential to lower costs for companies selling goods in multiple federal states, and may force more businesses to register for tax purposes. Measures such as the introduction of biometric ID cards and a removal of high value bank notes should also help to formalise previously grey parts of the economy. India has a low level of tax take, and increased revenues from taxation would allow government spending to be increased, enabling large numbers of people to be lifted out of extreme poverty and brought into regular employment. If this strategy proves successful, it will significantly enhance the economy's long-term prospects. Companies focused on consumer spending should benefit disproportionately.

Mexico is the most exposed of the larger emerging markets to the vagaries of the Trump Presidency. While Trump appears to be softening his commitment to build a wall across the Mexican border with the USA, he has demanded the renegotiation of the NAFTA agreement, and it may be hard to preserve the present trading arrangements in North America. The risk of a suspension of the agreement has already led to a fall in the value of the peso. President Enrique Peña Nieto is under pressure following wide-ranging criticism of his government's response to the earthquakes suffered in August, and he is likely to struggle to win next year's general elections. There is a real prospect of the more populist Lopez Obrador succeeding him as president. This would certainly complicate negotiations over NAFTA, and might result in less business-friendly economic policies.

Brazil, too, faces presidential elections next year. It is unclear who will make up the field of possible candidates; many politicians have been involved in the on-going corruption scandal and it is even possible that the imprisoned (but still popular) ex-President Lula could return to power. Despite President Temer's lack of popularity and his personal entanglement in a recent corruption scandal, his government has started to push through some important legislation. The Senate has passed a labour reform bill, which should reduce costs for business and increase flexibility for part-time and temporary work. A wide-reaching privatisation plan has been announced.

## MANAGER'S INVESTMENT REPORT

### **Outlook continued**

This should improve Brazil's fiscal position and inject more market discipline to important areas of the country's infrastructure. Even more ambitious and controversial plans to reform pensions and the tax system have also been proposed. In the shorter term, Brazil's worst recession in its history appears to have ended. Companies have cut costs and, despite the weak growth, corporate profitability is improving rapidly which should in turn foster a pick-up in business investment.

South Africa must wait until 2019 for its Presidential election, and President Zuma is unable to stand again. The ANC will decide its candidate in December, and appears to be struggling to find a candidate not tainted by the current leadership. Although he has survived eight no-confidence votes, Zuma remains embroiled in a series of scandals. This political instability remains a concern for investors and businesses alike, and has helped to push the economy into a brief recession earlier this year. In these circumstances, there is little likelihood of any meaningful reform for some time.

In summary, the economic backdrop for investment in emerging markets is positive with good growth in their export markets and even faster expansion at home. While the political will for structural reform is variable, significant progress has been made in several countries. This is an environment in which long-term investors with a selective approach should prosper.

*8<sup>th</sup> November 2017*

## CAPITAL RECORD

Highest and lowest unit prices.

Accounting year (to 31 <sup>st</sup> March)	High	Low
		<i>Personal</i>
2015	£19.671	£16.569
2016	£19.544	£14.603
2017	£22.014	£16.619
2018*	£22.533	£20.765

\*Up to 30<sup>th</sup> September only.

## INCOME RECORD

Accounting year (to 31 <sup>st</sup> March)	Per unit (net)
	<i>Personal</i>
2015	39.098p
2016	33.949p
2017	36.411p
2018 ( <i>interim only</i> )	14.000p

## NET ASSET VALUES

Date	Net asset value of fund	Net asset value per unit	Number of units
31.03.15 Personal	£55,907,291	£18.601	3,005,616
31.03.16 Personal	£46,998,175	£17.081	2,751,441
31.03.17 Personal	£61,622,969	£21.050	2,927,504
30.09.17 Personal	£66,065,921	£21.047	3,138,944

## OPERATING CHARGES

Date	Annualised
31.03.15	1.342%
31.03.16	1.353%
31.03.17	1.325%
30.09.17	1.331%

## PORTFOLIO TURNOVER

Date	Annualised
31.03.15	17%
31.03.16	8%
31.03.17	9%
30.09.17	21%

## DISCRETE PERFORMANCE

Year to	Year to	Year to	Year to	Year to
30.09.17	30.09.16	30.09.15	30.09.14	30.09.13
6.4%	35.8%	-15.4%	9.7%	2.5%

*Mid to mid, income reinvested, Source: McInroy & Wood.*



## PORTFOLIO STATEMENT

as at 30<sup>th</sup> September 2017 (unaudited)

INVESTMENTS	Holding or Nominal Value of positions at 30 <sup>th</sup> Sep. 2017	Bid Market Value £'000	Percentage of Value of total net assets	
<i>Equities</i>			30 <sup>th</sup> Sep. 2017	31 <sup>st</sup> Mar. 2017
<b>BRAZIL</b>				
Kroton Educacional	576,736	2,718	4.1	
Localiza Rent A Car	189,000	2,569	3.9	
Natura	150,000	1,102	1.7	
Weg	467,000	2,355	3.5	
		<u>8,744</u>	<u>13.2</u>	<u>10.1</u>
<b>CHILE</b>				
Embotelladora Andina - ADR	90,000	1,848	2.8	2.7
<b>EGYPT</b>				
Edita Food Industries SAE - GDR	152,000	595	0.9	0.0
<b>HONG KONG</b>				
CNOOC	820,000	789	1.2	
Hang Lung Properties	1,020,000	1,803	2.7	
MTR	270,000	1,173	1.8	
Shandong Weigao Medical Polymer	3,250,000	1,715	2.6	
Television Broadcasts	210,000	520	0.8	
Vitasoy International	1,200,000	1,990	3.0	
		<u>7,990</u>	<u>12.1</u>	<u>12.9</u>
<b>INDIA</b>				
Crompton Greaves	450,000	1,069	1.6	
ICICI Bank - ADR	99,000	631	1.0	
Infosys - ADR	145,000	1,575	2.4	
Jain Irrigation Systems	1,500,000	1,628	2.5	
Mahindra & Mahindra	20,000	287	0.4	
Mahindra & Mahindra - GDR	95,000	1,356	2.0	
Marico	540,000	1,913	2.9	
		<u>8,459</u>	<u>12.8</u>	<u>14.6</u>
<b>INDONESIA</b>				
Arwana Citramulia	52,000,000	1,186	1.8	
Kalbe Farma	19,023,800	1,747	2.6	
Perusahaan Gas	3,500,000	304	0.5	
		<u>3,237</u>	<u>4.9</u>	<u>5.1</u>
<b>KENYA</b>				
East African Breweries	350,000	606	0.9	0.0

## PORTFOLIO STATEMENT

continued

<i>Equities</i>	Holding or Nominal Value of positions at 30 <sup>th</sup> Sep. 2017	Bid Market Value £'000	Percentage of Value of total net assets	
			30 <sup>th</sup> Sep. 2017	31 <sup>st</sup> Mar. 2017
<b>MALAYSIA</b>				
Telekom Malaysia	1,070,000	1,192	1.8	1.7
<b>MEXICO</b>				
America Movil - ADR	64,000	847	1.3	
Fomento Economico Mexicano	265,000	1,890	2.8	
Grupo Financiero Banorte	140,000	719	1.1	
Wal-Mart de Mexico	1,050,000	1,796	2.7	
		<u>5,252</u>	<u>7.9</u>	<u>8.4</u>
<b>PHILIPPINES</b>				
Jollibee Foods	605,000	2,164	3.3	
Manila Water	2,700,000	1,216	1.8	
Universal Robina	770,000	1,706	2.6	
		<u>5,086</u>	<u>7.7</u>	<u>7.4</u>
<b>PORTUGAL</b>				
Jeronimo Martins	140,000	2,056	3.1	3.3
<b>SINGAPORE</b>				
Ezion	2,100,000	115	0.2	
Ezion warrants 2020	467,460	—	0.0	
Keppel	177,000	631	1.0	
Singapore Exchange	200,000	811	1.2	
Thai Beverage	3,802,700	1,868	2.8	
		<u>3,425</u>	<u>5.2</u>	<u>6.1</u>
<b>SOUTH AFRICA</b>				
MTN	280,000	1,923	2.9	2.9
<b>SOUTH KOREA</b>				
LG Household & Healthcare	4,000	2,437	3.7	7.4

## PORTFOLIO STATEMENT

continued

<i>Equities continued</i>	Holding or Nominal Value of positions at 30 <sup>th</sup> Sep 2017	Bid Market Value £'000	Percentage of Value of total net assets	
			30 <sup>th</sup> Sep. 2017	31 <sup>st</sup> Mar. 2017
<b>TAIWAN</b>				
Chroma ATE	1,000,000	2,618	4.0	
Giant Manufacturing	341,680	1,197	1.8	
Ginko International	106,000	539	0.8	
		<u>4,354</u>	<u>6.6</u>	<u>6.5</u>
<b>TURKEY</b>				
BIM Birlesik Magazalar	80,000	1,241	1.9	
Migros Ticaret	217,000	1,171	1.8	
		<u>2,412</u>	<u>3.7</u>	<u>2.4</u>
<b>UK</b>				
M.P. Evans	270,000	<u>2,093</u>	<u>3.2</u>	<u>3.2</u>
<b>VIETNAM</b>				
Vietnam Dairy Products	120,000	<u>587</u>	<u>0.9</u>	<u>0.5</u>
TOTAL INVESTMENTS		62,296	94.3	95.2
Net other assets		<u>3,770</u>	<u>5.7</u>	<u>4.8</u>
<b>TOTAL NET ASSETS</b>		<u><u>66,066</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.*

## SUMMARY OF ALL PORTFOLIO CHANGES

for the six months ended 30<sup>th</sup> September 2017 (unaudited)

	Cost £'000
Purchases	
22,000,000 Arwana Citramulia	585
450,000 Crompton Greaves	1,185
350,000 East African Breweries	673
152,000 Edita Food Industries SAE - GDR	642
106,000 Ginko International	618
9,000 ICICI Bank - ADR ( <i>stock dividend</i> )	—
130,000 Jollibee Foods	414
60,000 Kroton Educacional	206
9,000 Localiza Rent A Car ( <i>stock dividend</i> )	—
20,000 Mahindra & Mahindra	326
217,000 Migros Ticaret	1,373
30,000 MTN	203
40,000 Natura	252
1,000,000 Shandong Weigao Medical Polymer	589
170,000 Telekom Malaysia	203
620,000 Thai Beverage	315
100,000 Universal Robina	248
61,100 Vietnam Dairy Products	325
55,000 Weg	229
TOTAL	<u>8,386</u>
	<u>8,386</u>
	Proceeds
Disposals	£'000
40,000 BIM Birlesik Magazalar	681
33,000 Larsen & Toubro	695
37,500 Larsen & Toubro - GDR	785
3,600 Lotte Shopping	702
8,000 POSCO	1,806
TOTAL	<u>4,669</u>
	<u>4,669</u>

## GENERAL INFORMATION

### **Authorisation**

The Emerging Markets 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.

### **Remuneration Policy**

McInroy & Wood Portfolios Limited ("MWP") delegates investment management of the fund to McInroy & Wood Ltd ("MW"), the Investment Advisor. Directors and staff working on the fund are not remunerated by MWP, but they are subject to remuneration requirements which are equally as effective as those in place under the UCITS Directive. The group remuneration policy is approved annually by the Board and is designed to ensure that the remuneration of directors and staff is consistent with and promotes sound and effective risk management. MW pays no variable remuneration to its directors. No other employees have authority to influence the risk profile of the funds. It is, therefore, not possible for variable remuneration incentives to encourage risk taking which is inconsistent with the risk profile of the funds managed. MWP's compliance with its duty to act in the best interests of the funds it manages is therefore not subject to any conflict of interest.

## GENERAL INFORMATION

continued

### 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.

### 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.

The Fund was ranked at 5 at the time of the last Annual Report.

## **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/(losses) on the property of the fund for the period. 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, 8<sup>th</sup> November 2017*

## STATEMENT OF TOTAL RETURN

for the six months ended 30<sup>th</sup> September 2017 (unaudited)

	Notes	Six months ended 30 <sup>th</sup> Sep. 2017		Six months ended 30 <sup>th</sup> Sep. 2016	
		£'000	£'000	£'000	£'000
Income					
Net capital (losses)/gains			(76)		8,293
Revenue	2	917		816	
Expenses	3	<u>(424)</u>		<u>(341)</u>	
Net revenue before taxation		493		475	
Taxation	4	<u>(79)</u>		<u>(69)</u>	
Net revenue after taxation			<u>414</u>		<u>406</u>
Total return before distributions			338		8,699
Distributions			<u>(413)</u>		<u>(387)</u>
Change in net assets attributable to unitholders from investment activities			<u>(75)</u>		<u>8,312</u>

## STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the six months ended 30<sup>th</sup> September 2017 (unaudited)

	Six months ended 30 <sup>th</sup> Sep. 2017		Six months ended 30 <sup>th</sup> Sep. 2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		61,623		47,291
Amounts receivable on creation of units	5,388		2,023	
Amounts payable on cancellation of units	<u>(870)</u>		<u>(2,478)</u>	
		4,518		(455)
Change in net assets attributable to unitholders from investment activities		<u>(75)</u>		<u>8,312</u>
Closing net assets attributable to unitholders		<u>66,066</u>		<u>55,148</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 30<sup>th</sup> September 2017 (unaudited)

	30 <sup>th</sup> Sep. 2017		31 <sup>st</sup> Mar. 2017	
	£'000	£'000	£'000	£'000
ASSETS:				
Investments		62,296		58,681
Current assets				
Debtors	175		385	
Cash & bank balances	4,236		3,401	
Total other assets		<u>4,411</u>		<u>3,786</u>
Total assets		<u>66,707</u>		<u>62,467</u>
LIABILITIES:				
Creditors				
Distribution payable	(439)		(656)	
Other creditors	(202)		(188)	
Total liabilities		<u>(641)</u>		<u>(844)</u>
Net assets attributable to unitholders		<u>66,066</u>		<u>61,623</u>

# NOTES TO THE FINANCIAL STATEMENTS

as at 30<sup>th</sup> September 2017 (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 30 <sup>th</sup> Sep. 2017 £'000	Six months ended 30 <sup>th</sup> Sep. 2016 £'000
Dividends on overseas equities	884	781
Dividends on UK equities	33	35
	<hr/>	<hr/>
Total revenue	917	816
	<hr/> <hr/>	<hr/> <hr/>

## 3. Expenses

Payable to the Manager, associates of the Manager and agents of either of them:

- Manager's periodic charge	329	263
- Transfer agency fee	20	16

Payable to the Trustee, associates of the Trustee and agents of either of them:

- Trustee's fee	11	9
- Safe custody fee	37	25

Other expenses:

- Audit fee	3	6
- Fund accounting fee	17	17
- Sundry fees*	3	2
- Tax computation fee	4	3

Total expenses	424	341
	<hr/> <hr/>	<hr/> <hr/>

\*Includes FT listing fees, printing fees and other fees.

## NOTES TO THE FINANCIAL STATEMENTS

continued

### 4. Taxation

	Six months ended 30 <sup>th</sup> Sep. 2017 £'000	Six months ended 30 <sup>th</sup> Sep. 2016 £'000
<b>Analysis of tax charge</b>		
Overseas withholding tax	79	69
	<u>79</u>	<u>69</u>

### 5. Currency profile

Currency	30 <sup>th</sup> Sep. 2017 %	31 <sup>st</sup> Mar. 2017 %
Brazilian Real	13.2	10.2
Hong Kong Dollar	12.1	12.9
US Dollar	10.4	11.5
UK Sterling	8.7	7.8
Philippine Peso	7.7	7.4
Indian Rupee	7.4	7.0
Mexican Peso	6.7	7.2
Taiwan Dollar	6.6	6.5
Singaporean Dollar	5.2	6.1
Indonesian Rupiah	4.9	5.1
Korean Won	3.7	7.4
New Turkish Lira	3.7	2.4
Euro	3.2	3.3
South African Rand	2.9	3.0
Malaysian Ringgit	1.8	1.7
Kenyan Shilling	0.9	—
Vietnamese Dong	0.9	0.5
	<u>100.00</u>	<u>100.00</u>

## DISTRIBUTION TABLES

in pence per unit  
for the six months ended 30<sup>th</sup> September 2017 (unaudited)

### INTERIM DISTRIBUTION

Group 1 - Units purchased prior to 1<sup>st</sup> April 2017

Group 2 - Units purchased 1<sup>st</sup> April 2017 to 30<sup>th</sup> September 2017

	Unit Class	Dividend income	Equalisation*	Amount payable 30.11.17
Group 1	Personal	14.000	—	14.000
Group 2	Personal	1.673	12.327	14.000

\*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 30<sup>th</sup> September 2017

	Six months to 30 <sup>th</sup> Sep. 2017 <i>Personal</i>	Year to 31 <sup>st</sup> Mar. 2017 <i>Personal</i>
Interim payable/paid	14.000	14.000
Final paid	—	22.411
	<hr/> <hr/> 14.000	<hr/> <hr/> 36.411



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